

Extreme Music RMF Limited

ANNUAL REPORT

For the year ended 31 December 2009



Company registration number 03800894

Extreme Music RMF Limited

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Extreme Music RMF Limited

DIRECTORS AND ADVISERS

DIRECTORS

D Taylor
R Emanuel
D Pounder
M Bandier
G Henderson
J Puzio

COMPANY SECRETARIES

Abogado Nominees Limited

REGISTERED OFFICE

100 New Bridge Street
London
EC4V 6JA

BUSINESS ADDRESS

30 Golden Square
London
W1F 9LD

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
1 Embankment Place
London
WC2N 6RH

Extreme Music RMF Limited

DIRECTORS' REPORT

The directors submit their annual report and the audited financial statements of Extreme Music RMF Limited for the year ended 31 December 2009

BUSINESS REVIEW AND PRINCIPAL ACTIVITIES

The company has not traded during the year

RESULTS AND DIVIDENDS

The trading profit transferred to reserves for the year after taxation was £15,843 (2008 £Nil) this arose from the formal release and discharge of debtor and liabilities from trading in prior years. The company has net liabilities of £nil (2008 £15,843)

The directors do not recommend payment of a dividend (2008 £Nil)

DIRECTORS

The following directors have held office throughout the year and up to the date of signing the financial statements

D Taylor
R Emanuel
D Pounder
M Bandier
G Henderson
J Puzio

STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS

Each director of the company, in office at the time of approval of this report, acknowledges that

- a so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- b he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

The confirmation is given and should be interpreted in accordance with the provisions of s418 of The Companies Act 2006

Extreme Music RMF Limited

DIRECTORS' REPORT

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.


The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP have indicated their willingness to continue in office and a resolution to reappoint them as auditors will be proposed at the next board meeting.

On behalf of the board



D Pounder
Director

Extreme Music RMF Limited

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF EXTREME MUSIC RMF LIMITED

We have audited the financial statements of Extreme Music RMF Limited for the year ended 31 December 2009 which comprise the Profit and Loss Account the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or



Nigel Reynolds (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
Date 4 June 2010

Extreme Music RMF Limited

PROFIT AND LOSS ACCOUNT

For the year ended 31 December 2009

	<i>Note</i>	Year ended 31 December 2009 £	Year ended 31 December 2008 £
TURNOVER		-	-
Cost of sales		-	-
		<hr/>	<hr/>
GROSS PROFIT		-	-
Other net operating income - Exceptional	2	15,843	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	15,843	-
Tax on profit on ordinary activities	5	-	-
		<hr/>	<hr/>
PROFIT FOR THE FINANCIAL YEAR/PERIOD	9	15,843	-
		<hr/>	<hr/>

The company did not trade during the year

The company has no recognised gains and losses and therefore no separate statement of recognised gains and losses has been presented

Extreme Music RMF Limited

BALANCE SHEET

As at 31 December 2009

	<i>Note</i>	31 December 2009 £	31 December 2008 £
CURRENT ASSETS			
Debtors	6	-	569
		<u>-</u>	<u>569</u>
CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	7	-	(16,412)
		<u>-</u>	<u>(15,843)</u>
NET CURRENT LIABILITIES			
		<u>-</u>	<u>(15,843)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>-</u>	<u>(15,843)</u>
CAPITAL AND RESERVES			
Called up share capital	8	2	2
Profit and loss account	9	(2)	(15,845)
		<u>-</u>	<u>(15,843)</u>
TOTAL SHAREHOLDERS' DEFICIT	10	<u>-</u>	<u>(15,843)</u>

The financial statements on pages 5 to 10 were approved and authorised for issue by the board on 4 June 2010 and signed on its behalf by


D Pounder
Director

Company registration number 03800894

Extreme Music RMF Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2009

1 ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared on the going concern basis under the historical cost convention in accordance with applicable Accounting Standards in the United Kingdom and the Companies Act 2006. The principal accounting policies, which have been applied consistently, are set out below.

CASH FLOW STATEMENT

The company has taken advantage of the exemption in Financial Reporting Standard 1 from the requirement to produce a cash flow statement on the grounds that it is a wholly owned subsidiary which is included in the consolidated accounts prepared by the parent company.

TAXATION

Current taxation is applied to taxable profits at the rates ruling in the United Kingdom. Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Deferred tax balances are not discounted unless the effects are considered to be material to the company's results.

RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption available in Financial Reporting Standard 8 (revised) not to disclose transactions entered into between two or more members of a group, provided that the subsidiary involved is wholly-owned by a group member.

2	OTHER NET OPERATING INCOME - EXCEPTIONAL	Year ended 31 December 2009 £	Year ended 31 December 2008 £
	Formal release and discharge of debtors	(569)	-
	Formal release and discharge of liabilities	16,412	-
		<u>15,843</u>	<u>-</u>

3	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	Year ended 31 December 2009 £	Year ended 31 December 2008 £
	Operating loss on ordinary activities is stated after charging		
	Auditors' remuneration – audit fees	-	-
		<u>-</u>	<u>-</u>
	Auditors' remuneration for the current and prior year has been borne by The Extreme Music Library Limited		

Extreme Music RMF Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2009

4 EMPLOYEES

There were no employees during the year apart from the directors (2008 Nil)

The directors of the company are also directors or officers of a number of companies within The Extreme Music Library Limited group of companies. The directors are remunerated from The Extreme Music Library Limited in respect of services provided to the group. The directors do not consider the time spent on dealing with the company's matters to be material and therefore have not sought to separate out their costs in respect of services to the company.

No directors have retirement benefits accruing under money purchase scheme.

There was no compensation for loss of office during the year.

5 TAXATION ON PROFIT ON ORDINARY ACTIVITIES

Year ended 31 December 2009 £	Year ended 31 December 2008 £
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The tax charge is based on the profits of the year and represents

Current tax:

United Kingdom corporation tax for the current year at 28%
(2008 28.5%)

-	-
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The tax assessed for the year is lower (2008 Nil) than the standard rate of corporation tax in the UK (28%) applied to the pre-tax profit of the company. The differences are explained below.

	2009 £	2008 £
Profit on ordinary activities before tax	15,843	-
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK 28% (2008 28.5%)	4,436	-
Effects of Items not taxable	(4,436)	-
Current tax charge for the year	-	-

The company has no recognised or unrecognised deferred tax.

Extreme Music RMF Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2009

6 DEBTORS

	31 December 2009	31 December 2008
	£	£
Amounts owed by group companies	-	545
Other debtors	-	25
	<u>-</u>	<u>569</u>

Amounts owed by group companies are unsecured, interest free and have no fixed repayment terms

7 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 December 2009	31 December 2008
	£	£
Amounts owed to group companies	-	16,412
	<u>-</u>	<u>16,412</u>

Amounts owed to group companies are unsecured, interest free and have no fixed repayment terms

8 CALLED UP SHARE CAPITAL

	31 December 2009	31 December 2008
	£	£
Authorised 1,000 ordinary shares of £1 each	1,000	1,000
Allotted, issued and fully paid 2 fully called up ordinary shares of £1 each	<u>2</u>	<u>2</u>

9 PROFIT AND LOSS ACCOUNT

	31 December 2009	31 December 2008
	£	£
At beginning of year	(15,845)	(15,845)
Profit for the financial year	15,843	-
At end of year	<u>(2)</u>	<u>(15,845)</u>

Extreme Music RMF Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2009

10	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	31 December 2009 £	31 December 2008 £
	Profit for the financial year	15,843	-
	Opening shareholders' deficit	(15,843)	(15,843)
	Closing shareholders' deficit	-	(15,843)

11 ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

At 31 December 2009 the company's immediate parent company was The Extreme Music Library Limited, a company registered in England and Wales. Copies of The Extreme Music Library Limited consolidated accounts can be obtained from the Registrar of Companies at Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.

At 31 December 2009 the ultimate parent undertaking was Sony/ATV Music Publishing LLC, a company incorporated in the United States of America.

Sony/ATV Music Publishing LLC is a joint venture company owned 50% by trusts formed by Michael Jackson, 40% by Sony Music Holdings Inc (incorporated in the United States of America) and 10% by SMEJ (USA) Inc (incorporated in the United States of America). Both of these latter companies are ultimately controlled by Sony Corporation, which is incorporated in Japan.