

# Frightmares Productions Limited

## Report and Financial Statements

30 November 2010



# **Frightmares Productions Limited**

**Company registration no** 3817334

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## **Directors**

R D Button  
S Shine  
S W Mertz

## **Secretary**

R-L Jensen

## **Registered Office**

Warner House  
98 Theobald's Road  
London  
WC1X 8WB

# Frighmares Productions Limited

## Directors' report

Registered number: 3817334

The directors present their annual report on the affairs of Frighmares Productions Limited ("the company") together with the financial statements for the year ended 30 November 2010

### Results and dividends

The company's profit for the year amounted to £2,062 (year ended 30 November 2009- £nil)

No dividend was paid during the year and the directors do not recommend the payment of a final dividend

### Principal activity

The company has not traded during the current accounting year nor the preceeding accounting year

### Going concern

No material uncertainties that cast significant doubt about the ability of the company to continue as a going concern have been identified by the directors. On the basis of their assessment of the company's financial position the company's directors have a reasonable expectation that the company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements

### Directors

The directors of the company who served during the year ended 30 November 2010 were as follows

R D Button  
S Shine  
S W Mertz

All directors served throughout the period and are still directors at the date of this report

The Articles of Association do not require directors to retire either by rotation or in the year of appointment

### Directors qualifying third party indemnity provisions

The company may indemnify one or more directors of the company against liability in respect of proceedings brought by third parties subject to the conditions set out in the Companies Act 2006 and the company may purchase insurance for this purpose. Time Warner Inc. has purchased a directors and officers liability insurance policy for the benefit of the company and its directors and such policy was in force during the period and is in force as at the date of approving the Directors' Report

### Disclosure of information to the auditors

Each of the persons who is a director at the date of approval of this report confirms that

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- the director 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

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

### Auditors

The auditors, Ernst & Young LLP, have expressed their willingness to continue in office and will be deemed to be reappointed under section 487 of the Companies Act 2006

### Small companies exemption

In preparing the Directors' Report, the directors have taken advantage of the small companies exemption under section 415(A) of the Companies Act 2006

By order of the Board

S Mertz  
Director  
Date

25/08/11

# **Frightmares Productions Limited**

## **Statement of directors' responsibilities in respect of the financial statements**

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The directors are responsible for preparing the Directors' 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 judgments and 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,
- 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 proper 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.

# Frightmares Productions Limited

## Independent auditor's report

### to the members of Frightmares Productions Limited

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We have audited the financial statements of Frightmares Productions Limited for the year ended 30 November 2010 which comprise the Profit and Loss Account, Balance Sheet and the related notes 1 to 8. 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).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement, set out on page 3, 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 and express an opinion on 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 (APB's) Ethical Standards for Auditors.

#### 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. In addition, we read all the financial and non-financial information in the Director's Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### 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 30 November 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with the United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

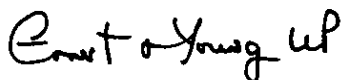
#### Opinion on other matters prescribed by the Companies Act 2006

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 record 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
- the directors were not entitled to prepare the Directors' Report in accordance with the small companies regime.



Michael Wansbury (Senior statutory auditor)  
for and on behalf of Ernst & Young LLP, Statutory Auditor  
London

25 August 2011

# Frighmares Productions Limited

## Profit and loss account for the year ended 30 November 2010

	Notes	Year ended 30 November 2010 £	Year ended 30 November 2009 £
Income on loan waiver		2,062	-
<b>Profit on ordinary activities before taxation</b>	2	<u>2,062</u>	<u>-</u>
Tax on profit on ordinary activities		<u>-</u>	<u>-</u>
<b>Profit for the financial year</b>	7	<u><u>2,062</u></u>	<u><u>-</u></u>

All amounts relate to continuing operations

There have been no recognised gains or losses other than the results for the financial year and accordingly no separate statement of total recognised gains and losses has been presented

All profits and losses have been accounted for on a historical cost basis

# Frighmares Productions Limited

## Balance sheet at 30 November 2010

	Notes	30 November 2010 £	30 November 2009 £
<b>Current assets</b>			
Debtors	4	2	3,378
<b>Creditors</b> amounts falling due within one year	5	-	(5,438)
<b>Net current assets/(liabilities)</b>		<u>2</u>	<u>(2,060)</u>
<b>Capital and reserves</b>			
Called up share capital	6	2	2
Profit and loss account	7	-	(2,062)
<b>Shareholders' funds/(deficit)</b>	7	<u>2</u>	<u>(2,060)</u>

The financial statements were approved by the Board and signed on its behalf by

S Mertz  
Director  
Date

  
25/08/11

# **Frightmares Productions Limited**

## **Notes to the financial statements**

at 30 November 2010

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### **1 Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom law and accounting standards

#### **Going concern**

No material uncertainties that cast significant doubt about the ability of the company to continue as a going concern have been identified by the directors. On the basis of their assessment of the company's financial position the company's directors have a reasonable expectation that the company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements

#### **Statement of cash flows**

The company has taken advantage of the exemption in FRS 1 (Revised) "Cash Flow Statements". A statement of cash flows has not been prepared as the company is a wholly owned subsidiary undertaking of Time Warner Inc, a company incorporated in the United States of America, which prepares a statement of cash flows (see note 8)

#### **Related parties**

The company has taken advantage of the exemption under FRS 8 not to disclose related party transactions with fellow wholly-owned undertakings

### **2 Profit and loss account**

Audit fees in 2010 were borne by a fellow group undertaking. The company was exempt from audit in 2009

### **3 Directors' emoluments**

The directors received no remuneration from the company for their services to the company during the year (2009 - £nil)

The directors of the company were paid by fellow group undertakings

### **4 Debtors**

	<b>30 November 2010</b>	<b>30 November 2009</b>
	<b>£</b>	<b>£</b>
Amounts owed by group undertakings	<u>2</u>	<u>3,378</u>



# **Frightmares Productions Limited**

## **Notes to the financial statements**

**at 30 November 2010**

### **5 Creditors: amounts falling due within one year**

	30 November 2010 £	30 November 2009 £
Amounts owed to parent undertaking	-	5,438

### **6 Called up share capital**

	30 November 2010 £	30 November 2009 £
<i>Issued, allotted, called up and fully paid</i>		
2 Ordinary shares of £1	2	2

### **7 Reconciliation of shareholders' funds/(deficit) and movement on reserves**

	Share capital £	Profit and loss account £	Total £
At 30 November 2009	2	(2,062)	(2,060)
Profit for the financial year	-	2,062	2,062
At 30 November 2010	2	-	2

### **8 Ultimate parent undertaking**

The company's immediate parent undertaking is Bridge Productions Limited, a company registered in England and Wales

Time Warner Holdings Limited is the parent undertaking of the smallest group of undertakings of which the company is a member and for which group financial statements are drawn up. Time Warner Holdings Limited is registered in England and Wales and copies of its financial statements can be obtained from the Registrar of Companies in Cardiff.

At 30 November 2010, Time Warner Inc, a company incorporated in the United States of America, was the ultimate parent undertaking and the parent undertaking of the largest group of undertakings of which the company is a member and for which group financial statements are drawn up. Copies of Time Warner Inc's financial statements can be obtained from One Time Warner Center, New York, NY 10019, USA.