

LIH LIMITED
FINANCIAL STATEMENTS
YEAR ENDED
31 MARCH 2007



Presented -

**REED SMITH
RICHARDS BUTLER LLP
BEAUFORT HOUSE
15 ST. BOTOLPH STREET
LONDON EC3A 7EE
SOLICITORS**

Ref: 0mg/747922.90

DIRECTORS AND OFFICERS

DIRECTORS

E I Briffa
J D James
K R Dolliver
B O Orndorff

SECRETARY

RB Secretariat Ltd

COMPANY NUMBER

4639034 (England)

REGISTERED OFFICE

Beaufort House
Tenth Floor
15 St Botolph Street
London
EC3A 7EE

AUDITORS

Baker Tilly UK Audit LLP
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

DIRECTORS' REPORT

The directors submit their report and the financial statements of LIH Limited for the year ended 31 March 2007

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of the development and production of television pilot programmes. The company did not trade during the year and the only transactions relate to dealing with remaining financial balances.

REVIEW OF THE BUSINESS

The directors consider the results of the company to be satisfactory.

RESULTS AND DIVIDENDS

The trading profit for the year after taxation was £3,000 (31 March 2006: loss £780).

The directors do not recommend payment of an ordinary dividend and the surplus has been transferred to reserves.

DIRECTORS

The following directors have held office since incorporation -

E I Briffa	
K R Dolliver	(appointed 5 April 2006)
S J Hutchings	(resigned 5 April 2006)
J D James	
P C M Murphy	(resigned 5 April 2006)
B O Orndorff	(appointed 5 April 2006)

AUDITORS

The directors, having been notified of the cessation of the partnership known as Baker Tilly, resolved that Baker Tilly UK Audit LLP be appointed as successor auditor with effect from 1 April 2007, in accordance with the provisions of the Companies Act 1989, s26(5). Baker Tilly UK Audit LLP has indicated its willingness to continue in office.

By order of the board

RB SECRETARIAT LIMITED

by 

Director/Secretary

RB Secretariat Ltd

Secretary

15 February 2008

**DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF
FINANCIAL STATEMENTS**

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). The financial statements are required by law to 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 those financial statements, the directors are required to

- a select suitable accounting policies and then apply them consistently,
- b make judgements and estimates that are reasonable and prudent,
- c state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- d 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LIH LIMITED

We have audited the financial statements on pages 5 to 10

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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 auditors' 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 AUDITORS

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF OPINION

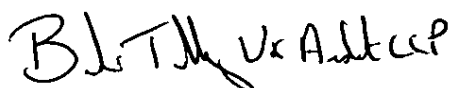
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2007 and of its profit for the year ended and have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements.



BAKER TILLY UK AUDIT LLP

Registered Auditor
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

19 MARCH 2008

PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2007

	Notes	Year ended 31 March 2007 £	Year ended 31 March 2006 £
TURNOVER	1	-	-
Costs less other income	2	3,000	(780)
OPERATING PROFIT/(LOSS)		<u>3,000</u>	<u>(780)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	3	3,000	(780)
Tax	5	-	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION	9	<u><u>3,000</u></u>	<u><u>(780)</u></u>

The operating profit for the year arises from the company's discontinued operations

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account

BALANCE SHEET
31 March 2007

	Notes	31 March 2007	31 March 2006 £
CURRENT ASSETS			
Debtors due within one year	6	13,250	15,000
Cash at bank and in hand		1,411	1,411
		<u>14,661</u>	<u>16,411</u>
CREDITORS			
Amounts falling due within one year	7	-	4,750
		<u>14,661</u>	<u>11,661</u>
NET CURRENT LIABILITIES			
		<u>14,661</u>	<u>11,661</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>14,661</u>	<u>11,661</u>
CAPITAL AND RESERVES			
Called up share capital	8	1,000	1,000
Share premium account		49,500	49,500
Profit and loss account	9	(35,839)	(38,839)
		<u>14,661</u>	<u>11,661</u>
EQUITY SHAREHOLDERS' FUNDS			
	10	<u>14,661</u>	<u>11,661</u>

The financial statements on pages 5 to 10 were approved by the board of directors and authorised for issue on ~~15 February~~ 2008 and are signed on its behalf by


 Director


 Director

Financial statements for the year ended 31 March 2007

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

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

DEFERRED TAXATION

Deferred tax 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. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

TURNOVER

Turnover represents the value, net of Value Added Tax, of services provided to customers.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2007

1 TURNOVER

The company's turnover and loss before taxation were all derived from its principal activity wholly undertaken in the United Kingdom

2 COSTS LESS OTHER INCOME

	Year ended 31 March 2007 £	Year ended 31 March 2006 £
Legal and professional fees	(3,000)	780
	<u>(3,000)</u>	<u>780</u>

**3 PROFIT/(LOSS) ON ORDINARY ACTIVITIES
BEFORE TAXATION**

Profit/(Loss) on ordinary activities before
taxation is stated after charging
Auditor's remuneration
Audit fees

	Year ended 31 March 2007 £	Year ended 31 March 2006 £
	1,000	780
	<u>1,000</u>	<u>780</u>

Auditor's remuneration is due to Baker Tilly UK Audit LLP for 2007 (2006 due to Baker Tilly Chartered Accountants)

4 EMPLOYEES

The average monthly number of persons
(including directors) employed by the
company during the year was
Office and management

	Year ended 31 March 2007 No	Year ended 31 March 2006 No
	4	4
	<u>4</u>	<u>4</u>

No directors or employees received any remuneration in the year

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2007

		Year ended 31 March 2007 £	Year ended 31 March 2006 £
5	TAXATION		
	Current tax		
	UK corporation tax on profits of year	-	-
		<u>-</u>	<u>-</u>
	Deferred tax		
	Origination and reversal of timing differences	-	-
		<u>-</u>	<u>-</u>
	Tax on profit on ordinary activities	<u>-</u>	<u>-</u>
	Factors affecting tax charge for the year		
	The tax assessed for the year varies from the small companies rate of corporation tax (19%) as explained below		
	Profit/(Loss) on ordinary activities before tax	3,000	(780)
	Profit/(Loss) on ordinary activities multiplied by the standard rate of corporation tax (19%)	570	(148)
	Effects of		
	Utilisation of tax losses	(570)	148
		<u>-</u>	<u>-</u>
	Current tax charge for the year	<u>-</u>	<u>-</u>
	The company has estimated tax losses of £12,780 (31 March 2006 £13,350) available for carry forward against future trading profits. No provision for deferred tax has been made in respect of these losses		
6	DEBTORS	2007 £	2006 £
	Due within one year		
	Other debtors	13,250	15,000
		<u>13,250</u>	<u>15,000</u>
7	CREDITORS	2007 £	2006 £
	Amounts falling due within one year		
	Accruals and deferred income	-	4,750
		<u>-</u>	<u>4,750</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2007

8	SHARE CAPITAL	2007	2006
		£	£
	Authorised		
	5,000 'A' ordinary shares of £10 each	500	500
	2,500 'B' ordinary shares of 10p each	250	250
	2,500 'C' ordinary shares of 10p each	250	250
		<u>1,000</u>	<u>1,000</u>
	Allotted, issued and fully paid		
	5,000 'A' ordinary shares of 10p each	500	500
	2,500 'B' ordinary shares of 10p each	250	250
	2,500 'C' ordinary shares of 10p each	250	250
		<u>1,000</u>	<u>1,000</u>
	In all respects the shares rank pari passu		
9	PROFIT AND LOSS ACCOUNT	Year ended 31 March 2007	Year ended 31 March 2006
		£	£
	At 1 April 2006	(38,839)	(38,059)
	Retained profit/(loss) for the year	3,000	(780)
	At 31 March 2007	<u>(35,839)</u>	<u>(38,839)</u>
10	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	2007	2006
	Profit/(Loss) for the financial year	3,000	(780)
	Opening shareholders' funds	11,661	12,441
	Closing shareholders' funds	<u>14,661</u>	<u>11,661</u>

DETAILED PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2007

	Year ended 31 March 2007 £	Year ended 31 March 2006 £
TURNOVER		
Turnover		-
	<hr/>	<hr/>
OVERHEAD EXPENSES		
Professional fees	(3,000)	780
	<hr/>	<hr/>
	(3,000)	780
NET PROFIT/(LOSS) FOR YEAR	<hr/>	<hr/>
	3,000	(780)
	<hr/>	<hr/>

This page does not form part of the statutory financial statements