

Twenty Twenty Brighton Limited

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

for the period ended 31 December 2007



Company Registration No 04686860

Twenty Twenty Brighton Limited

COMPANY INFORMATION

DIRECTORS

Peter H Casely-Hayford
Samuel J Whittaker
James Isaacs
Timothy Carter
Eileen Gallagher
Nicholas Southgate
Jonathon Kemp

SECRETARY

Peter H Casely-Hayford

COMPANY NUMBER

04686860

REGISTERED OFFICE

2 Holford Yard
London
WC1X 9HD

AUDITOR

Baker Tilly UK Audit LLP
2 Bloomsbury Street
London
WC1B 3ST

Twenty Twenty Brighton Limited

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Twenty Twenty Brighton Limited

DIRECTORS REPORT

for the period ended 31 December 2007

The directors present their report and financial statements for the 7 month period ended 31 December 2007

PRINCIPAL ACTIVITIES

The principal activity of the company during the period was the production and exploitation of television programmes

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

Business review

The loss for the period after taxation amounted to £2,729 (profit for the year ended 31 May 2007 £56,982)

Future Outlook

In future periods the company will continue to receive receipts from international sales and is likely to produce additional television programming

Principal risks

The directors of Shed Media plc manage the group's risks at a group level, rather than at an individual business unit level. For this reason, the directors believe that a discussion of the company's risks would not be appropriate for an understanding of the development, performance and position of Twenty Twenty Brighton Limited's business. The principal risks and uncertainties of Shed Media plc, which include those of the company, are discussed on page 14 of the group's annual report, which does not form part of this report.

Key performance indicators

The directors of Shed Media plc manage the group's operations at a group level, rather than at an individual business unit level. For this reason, the directors believe that an analysis of the key performance indicators for the company is not necessary or appropriate for an understanding of the development, performance and position of the business of Twenty Twenty Brighton Limited. The development, performance and position of Shed Media plc, which include those of the company, are discussed on page 13 and 14 of the group's annual report, which does not form part of this report.

Change of accounting period

The Company has changed its final reporting date to 31 December. This is in line with Group policy as discussed on page 12 of the group's annual report, which does not form part of this report.

DIVIDENDS

The directors do not recommend the payment of a dividend (year to 31 May 2007 £nil)

Twenty Twenty Brighton Limited

DIRECTORS REPORT

for the period ended 31 December 2007

DIRECTORS

The following directors have held office since 1 June 2007

David M Whittaker	(resigned 19 September 2007)
Peter H Casely-Hayford	
Claudia M Milne	(resigned 19 September 2007)
Samuel J Whittaker	
James Isaacs	
Timothy Carter	
Eileen Gallagher	(appointed 19 September 2007)
Nicholas Southgate	(appointed 19 September 2007)
Jonathon Kemp	(appointed 19 September 2007)

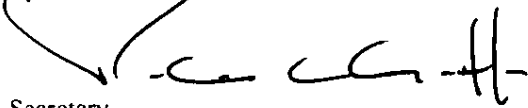
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

The directors who were in office on the date of approval of these financial statements have confirmed that, as far as they are aware, there is no relevant audit information of which the auditors are unaware. Each of the directors has confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditors.

AUDITORS

A resolution to reappoint Baker Tilly UK Audit LLP, Chartered Accountants, as auditors will be put to the members at the annual general meeting.

By order of the Board



Secretary

28 August 2008

Twenty Twenty Brighton Limited

STATEMENT OF DIRECTORS' RESPONSIBILITIES

31 December 2007

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 the group and of the profit or loss of the group 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TWENTY TWENTY BRIGHTON LIMITED

We have audited the financial statements of Twenty Twenty Brighton Limited on pages 5 to 10 for the period ending 31 December 2007

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 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 the directors and auditors

As described in the Statement of Directors' Responsibilities on page 3 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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, and whether in our opinion the information given in the directors' report is consistent with the financial statements. We also 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 audit 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 December 2007 and of its loss for the period then 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
BAKER TILLY UK AUDIT LLP

Registered Auditor
Chartered Accountants
2 Bloomsbury Street
London WC1B 3ST

27 August 2008

Twenty Twenty Brighton Limited
PROFIT AND LOSS ACCOUNT
for the period ended 31 December 2007

		7 months ended 31 December 2007 £	Year ended 31 May 2007 £
	<i>Notes</i>		
TURNOVER	1	1,253	75,487
Cost of sales		-	(735)
GROSS PROFIT		<u>1,253</u>	<u>74,752</u>
Administrative expenses		(6,790)	(4,260)
OPERATING (LOSS)/PROFIT	2	<u>(5,537)</u>	<u>70,492</u>
Interest receivable	3	1,747	1
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(3,790)</u>	<u>70,493</u>
Tax credit/(charge) on profit on ordinary activities	6	1,061	(13,511)
(LOSS)/PROFIT FOR THE PERIOD / YEAR	10	<u>(2,729)</u>	<u>56,982</u>

The notes on pages 7 to 10 form part of these financial statements

The operating (loss)/profit for the period/year arises from the company's continuing 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

Twenty Twenty Brighton Limited

BALANCE SHEET

as at 31 December 2007

	Note	31 December 2007 £	31 May 2007 £
CURRENT ASSETS			
Debtors	7	80	3,488
Cash at bank and in hand		<u>99,646</u>	<u>108,642</u>
		99,726	112,130
CREDITORS amounts falling due within one year	8	<u>(17,450)</u>	<u>(27,125)</u>
NET ASSETS		<u>82,276</u>	<u>85,005</u>
CAPITALS AND RESERVES			
Called up share capital	9	80	80
Profit and loss account	10	<u>82,196</u>	<u>84,925</u>
EQUITY SHAREHOLDERS' FUNDS	11	<u>82,276</u>	<u>85,005</u>

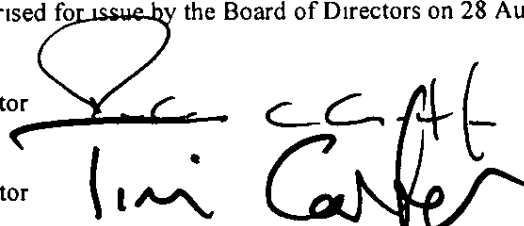
The financial statements were approved and authorised for issue by the Board of Directors on 28 August 2008

Peter H Casely-Hayford

Director

Timothy Carter

Director



The notes on pages 7 to 10 form part of these financial statements

Twenty Twenty Brighton Limited

ACCOUNTING POLICIES

ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention

TURNOVER

Turnover represents amounts receivable for work carried out in producing television programmes and is recognised on the basis of the value of costs related to production activity. Turnover also includes sums receivable from the exploitation of programmes in which the company owns rights. Gross profit on production activity is recognised based upon the stage of completion of the production and in accordance with the underlying contract.

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 Group's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised 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.

FINANCIAL INSTRUMENTS

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

CASH FLOW STATEMENT

The company has taken advantage of the exemption within FRS1 - Cash Flow Statements, for subsidiaries with 90% or more of the voting rights controlled by the group, and has therefore not presented a cash flow statement.

Twenty Twenty Brighton Limited

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 December 2007

1 TURNOVER

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the United Kingdom

2	OPERATING (LOSS)/PROFIT	7 months ended 31 December 2007 £	Year ended 31 May 2007 £
	Operating (loss)/profit is stated after charging Auditor's remuneration	5,000	-

3	INTEREST RECEIVABLE	7 months ended 31 December 2007 £	Year ended 31 May 2007 £
	Bank interest	1,747	1

4 DIRECTORS EMOLUMENTS

The directors received no emoluments during the period or prior year

5 EMPLOYEES

The average monthly number of employees during the period and prior year was nil

6	TAXATION	7 months ended 31 December 2007 £	Year ended 31 May 2007 £
	DOMESTIC CURRENT TAX		
	U K corporation tax	(1,061)	13,511
	CURRENT TAX (CREDIT)/CHARGE FOR THE PERIOD/YEAR	(1,061)	13,511
	FACTORS AFFECTING THE TAX (CREDIT)/CHARGE FOR THE PERIOD		
	(Loss)/profit on ordinary activities before taxation	(3,790)	70,493
	(Loss)/profit on ordinary activities before taxation multiplied by standard rate of corporation tax of 30%	(1,137)	21,148
	Effects of		
	Impact of small companies rate	-	(7,755)
	Other tax adjustments	76	118
	CURRENT TAX (CREDIT)/CHARGE	(1,061)	13,511

Twenty Twenty Brighton Limited

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 December 2007

7	DEBTORS	31 December 2007 £	31 May 2007 £
	Other debtors	80	3,488
8	CREDITORS Amounts falling due within one year	31 December 2007 £	31 May 2007 £
	Corporation tax	12,450	23,375
	Accruals and deferred income	5,000	3,750
		17,450	27,125
9	SHARE CAPITAL	31 December 2007 £	31 May 2007 £
	Authorised 100,000 Ordinary shares of £1 each	100,000	100,000
	Allotted, issued and fully paid 80 Ordinary shares of £1 each	80	80
10	PROFIT AND LOSS ACCOUNT		Profit and loss account £
	At 1 June 2007		84,925
	Loss for the financial period		(2,729)
	At 31 December 2007		82,196
11	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS	31 December 2007 £	31 May 2007 £
	(Loss)/profit for the financial period/year	(2,729)	56,982
	Net (decrease)/increase in shareholders' funds	(2,729)	56,982
	Opening shareholders' funds	85,005	28,023
	Closing shareholders' funds	82,276	85,005

Twenty Twenty Brighton Limited

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 December 2007

12 CONTROLLING PARTIES

The immediate parent undertaking is Twenty Twenty Productions Limited. The ultimate controlling party is Shed Media plc, a company incorporated in England and Wales.

Consolidated accounts have been drawn up for Shed Media plc and are available from the following address:

2 Holford Yard
London
WC1X 9HD

13 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption conferred by Financial Reporting Standard No. 8 from the requirement to disclose details of transactions with group companies.

Other than the transactions with group companies, there were no related party transactions during the period/year.