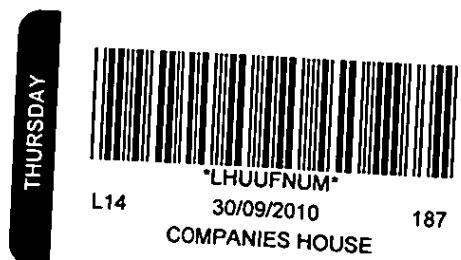


JAC Films Holdings 6 Limited

Report And Financial Statements

31 December 2009

Rees Pollock
Chartered Accountants



JAC Films Holdings 6 Limited

COMPANY INFORMATION

Directors	OCS Services Limited P S Latham
Company secretary	OCS Services Limited
Registered office	20 Old Bailey London EC4M 7AN
Auditors	Rees Pollock 35 New Bridge Street London EC4V 6BW
Company number	06391089

DIRECTORS' REPORT

For the year ended 31 December 2009

The directors present their report and the financial statements for the year ended 31 December 2009

Principal activities and review of business

The principal activity of JAC Films Holdings 6 Limited is Film Production through its participation in JAC Film and Television LLP. From this participation, the company has a share of the turnover of £1,937,474 and a share of the loss of £68,324.

The activity that dominated the period under review was the production of 'Nine' along with Relativity Media and The Weinstein Company. The film, the largest UK musical of the year, premiered in London in December 2009 and has now been released across the world. It starred Daniel Day-Lewis, Dame Judi Dench, Penelope Cruz and Nicole Kidman and we are proud to say that it was nominated for 4 Academy Awards and 5 Golden Globes. The revenues that the film is generating remain in line with expectations and we still expect to profit from the continued performance of the film. In addition to 'Nine', JAC continues to look at and assess other opportunities and projects as they arise.

Results and dividends

The loss for the year, after taxation, amounted to £70,224 (2008 - loss £300,119).

The directors have not recommended a dividend.

Directors

The directors who served during the year were

OCS Services Limited

P S Latham (appointed 28 April 2009)

J A Campbell (resigned 28 April 2009)

Statement of directors' responsibilities

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 the group and of the profit or loss of the group 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DIRECTORS' REPORT
For the year ended 31 December 2009

Provision of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company and the group's auditors in connection with preparing their report and to establish that the company and the group's auditors are aware of that information

Auditors

The auditors, Rees Pollock, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

This report was approved by the board on 30 September 2010 and signed on its behalf

A handwritten signature in black ink, appearing to read 'C. Hurlatt', is written over a horizontal line.

Director, for and on behalf of OCS Services Limited



REES POLLOCK

Chartered Accountants

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London EC4V 6BW
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INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF JAC FILMS HOLDINGS 6 LIMITED

We have audited the group and parent company financial statements (the "financial statements") of JAC Films Holdings 6 Limited for the year ended 31 December 2009, set out on pages 4 to 11. 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 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

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.

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 group's and the parent 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 group's and the parent company's affairs as at 31 December 2009 and of the group's loss 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company 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.

Catherine Kimberlin (Senior statutory auditor)
for and on behalf of
Rees Pollock, Statutory Auditor

30 September 2010

CONSOLIDATED PROFIT AND LOSS ACCOUNT
 For the year ended 31 December 2009

	Note	31 December 2009 £	Period ended 31 December 2008 £
Administrative expenses		(1,895)	(327,122)
OPERATING LOSS	2	(1,895)	(327,122)
Loss from partnership interests		(68,324)	-
Interest receivable		-	27,004
Interest payable	4	(5)	(1)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(70,224)	(300,119)
Tax on loss on ordinary activities	5	-	-
LOSS FOR THE FINANCIAL YEAR	10	(70,224)	(300,119)

All amounts relate to continuing operations

There were no recognised gains and losses for 2009 or 2008 other than those included in the profit and loss account

The notes on pages 7 to 11 form part of these financial statements

CONSOLIDATED BALANCE SHEET
As at 31 December 2009

	Note	£	2009 £	£	2008 £
FIXED ASSETS					
Fixed asset investments	6		1,688,074		1,688,074
CURRENT ASSETS					
Debtors	7	11,400		11,400	
Cash in hand		207		407	
		<u>11,607</u>		<u>11,807</u>	
CREDITORS , amounts falling due within one year	8	(70,024)		-	
NET CURRENT (LIABILITIES)/ASSETS			<u>(58,417)</u>		<u>11,807</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,629,657</u>		<u>1,699,881</u>
CAPITAL AND RESERVES					
Called up share capital	9		200,002		200,002
Share premium account	10		1,799,998		1,799,998
Profit and loss account	10		<u>(370,343)</u>		<u>(300,119)</u>
SHAREHOLDERS' FUNDS	11		<u>1,629,657</u>		<u>1,699,881</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 30 September 2010



Director, for and on behalf of OCS Services Limited

The notes on pages 7 to 11 form part of these financial statements

COMPANY BALANCE SHEET
As at 31 December 2009

	Note	£	2009 £	£	2008 £
FIXED ASSETS					
Fixed asset investments	6		1,688,076		1,688,076
CURRENT ASSETS					
Debtors	7	311,924		311,924	
CREDITORS: amounts falling due within one year	8	(70,024)		-	
NET CURRENT ASSETS			241,900		311,924
TOTAL ASSETS LESS CURRENT LIABILITIES			1,929,976		2,000,000
CAPITAL AND RESERVES					
Called up share capital	9		200,002		200,002
Share premium account	10		1,799,998		1,799,998
Profit and loss account	10		(70,024)		-
SHAREHOLDERS' FUNDS	11		1,929,976		2,000,000

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 30 September 2010



Director, for and on behalf of OCS Services Limited

The notes on pages 7 to 11 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2009

1 ACCOUNTING POLICIES

Basis of preparation of financial statements

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

Cash flow

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company

Basis of consolidation

The financial statements consolidate the accounts of JAC Films Holdings 6 Limited and all of its subsidiary undertakings ('subsidiaries')

The results of subsidiaries acquired during the year are included from the effective date of acquisition

Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of value added tax

Investments

- (i) **Subsidiary undertakings**
Investments in subsidiaries are valued at cost
- (ii) **Other investments**
Investments held as fixed assets are shown at cost

Profits or losses arising from the group's participation in LLPs are recognised in the profit and loss account in the period in which they arise

2 OPERATING LOSS

The operating loss is stated after charging

	31 December 2009 £	Period ended 31 December 2008 £
Auditors' remuneration	1,700	-

Auditors fees for the company were £1,700 (2008 - £NIL)

3. STAFF COSTS

The company has no employees other than the directors, who did not receive any remuneration (2008 - £NIL)

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2009

4 INTEREST PAYABLE

	31 December 2009	Period ended 31 December 2008
	£	£
On bank loans and overdrafts	5	1

5 TAXATION

Factors affecting tax charge for the year/period

The tax assessed for the year/period differs from the standard rate of corporation tax in the UK (21%). The differences are explained below

	31 December 2009	Period ended 31 December 2008
	£	£
Loss on ordinary activities before tax	(70,224)	(300,119)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 21% (2008 - 21%)	(14,747)	(63,025)
Effects of:		
Expenses not deductible for tax purposes	-	22,900
Tax losses carried forward	14,747	39,579
Change in tax rates	-	546
Current tax charge for the year/period (see note above)	-	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges

6 FIXED ASSET INVESTMENTS

Group	Unlisted investments £
Cost or valuation	
At 1 January 2009 and 31 December 2009	1,688,074

The company has 6.81% of the voting rights and has contributed £1,688,074 of the capital of JAC Film and Television LLP, a limited liability partnership, incorporated in the UK, the principal activity of which is film production

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2009

6 FIXED ASSET INVESTMENTS (continued)

Company	Shares in group undertakings £	Unlisted investments £	Total £
Cost or valuation			
At 1 January 2009 and 31 December 2009	2	1,688,074	1,688,076

The company holds 100% of the issued ordinary share capital of JAC Films 6 Limited, a dormant company registered in England & Wales

7 DEBTORS

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Amounts owed by group undertakings	-	-	311,924	311,924
Other debtors	11,400	11,400	-	-
	<u>11,400</u>	<u>11,400</u>	<u>311,924</u>	<u>311,924</u>

8 CREDITORS

Amounts falling due within one year

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Other creditors	69,524	-	69,524	-
Accruals and deferred income	500	-	500	-
	<u>70,024</u>	<u>-</u>	<u>70,024</u>	<u>-</u>

9 SHARE CAPITAL

	2009 £	2008 £
Authorised		
2,500,000 Ordinary shares of 10p each	<u>250,000</u>	<u>250,000</u>
Allotted, called up and fully paid		
2,000,018 (2008 - 2,000,018) Ordinary shares of 10p each	<u>200,002</u>	<u>200,002</u>

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2009

10 RESERVES

	Share premium account £	Profit and loss account £
Group		
At 1 January 2009	1,799,998	(300,119)
Loss for the year		(70,224)
	<u>1,799,998</u>	<u>(370,343)</u>
At 31 December 2009	<u>1,799,998</u>	<u>(370,343)</u>
	Share premium account £	Profit and loss account £
Company		
At 1 January 2009	1,799,998	
Loss for the year		(70,024)
	<u>1,799,998</u>	<u>(70,024)</u>
At 31 December 2009	<u>1,799,998</u>	<u>(70,024)</u>

11 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2009 £	2008 £
Group		
Opening shareholders' funds	1,699,881	-
Loss for the year/period	(70,224)	(300,119)
Shares issued during the year/period	-	200,002
Share premium on shares issued (net of expenses)	-	1,799,998
	<u>1,629,657</u>	<u>1,699,881</u>
Closing shareholders' funds	<u>1,629,657</u>	<u>1,699,881</u>
	2009 £	2008 £
Company		
Opening shareholders' funds	2,000,000	-
(Loss)/profit for the year/period	(70,024)	-
Shares issued during the year/period	-	200,002
Share premium on shares issued (net of expenses)	-	1,799,998
	<u>1,929,976</u>	<u>2,000,000</u>
Closing shareholders' funds	<u>1,929,976</u>	<u>2,000,000</u>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own profit and loss account

The (loss)/profit for the year/period dealt with in the accounts of the company was £70,024 (2008 - £NIL)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2009

12 RELATED PARTY TRANSACTIONS

The company is exempt under FRS 8 from the requirement to disclose transactions with other group companies

There were no related party transactions external to the group

13 CONTROLLING PARTY

There is no ultimate controlling party