

YouView TV Limited

**Strategic report, Directors' report and financial
statements**

Registered number 7308805

31 March 2015

THURSDAY



A4MYEXU7

A21

24/12/2015

#82

COMPANIES HOUSE

Contents

Strategic report	2
Directors' report	3
Statement of directors' responsibilities in respect of the directors' report and the financial statements	4
Independent auditor's report to the members of YouView TV Limited	5
Statement of Comprehensive Income	6
Statement of Financial Position	7
Statement of Changes in Equity	8
Cash Flow Statement	9
Notes	10

Strategic report

The directors present their strategic report on YouView TV Limited ('the Company') for the period ended 31 March 2015.

Business Review

The Company's principal activity is the development of software to provide TV platform services.

These services comprise the provision of live television channels, on demand content and web-based services. Since the product was launched in July 2012, the services available to the viewer have expanded to include more content, together with iOS and Android mobile applications which offer a TV guide and the option to remote record TV programmes. A subscription based model is now available through Internet Service providers providing an upgrade path for those who wish to further enhance their viewing experience.

Sales have continued to grow, with over 1.7 million connected UK homes regularly using the service since its launch.

The directors expect to continue with the current activities of the Company with continued support from its shareholders.

Going Concern

On their assessment of the Company's current level of activities and the continued funding support from its shareholders, the directors have a reasonable expectation that the Company will be able to continue in operational existence for at least 12 months from the date these financial statements are signed.

These financial statements, have therefore, been prepared on a going concern basis.

Results

The statement of comprehensive income for the period is set out on page 6. The net loss after tax for the period was £6,447,605 for 2015, which has been transferred to reserves (2014: net profit of £1,432,262 paid to shareholders as dividends).

Political contributions

The Company made no political donations during the period.

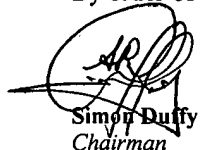
Employees

The Company places emphasis on its employees' involvement in the business at all levels. Managers are remunerated according to results wherever possible and all employees are kept informed of issues affecting the Company through formal and informal meetings and through the Company's newsletter.

It is the Company's policy to assist the employment of disabled people, their training and career development, having regard to particular aptitudes and abilities. Every endeavour is made to find suitable alternative employment and to re-train any employee who becomes disabled while serving the Company.

The Company is committed to equality in every aspect of employment since it is believed to be the foundation for maximising the Company's potential. The Company also believes in the value of diversity, and that different ideas, beliefs and cultural traditions can only add value to the business and people.

By order of the board



Simon Duffy
Chairman

3rd Floor
10 Lower Thames Street
London
EC3R 6YT
22 September 2015

Directors' report

The directors present their report and financial statements of YouView TV Limited ('the Company') for the period ended 31 March 2015.

Directors

The directors who held office during the period and up to the date of this report are as follows:

S Duffy		
S Pitts	Resigned	: 24 February 2015
T Harrison	Resigned	: 26 August 2015
M Postgate	Resigned	: 05 November 2014
C Constable	Resigned	: 20 May 2014
R Martin	Resigned	: 10 September 2014
A Green	Resigned	: 26 August 2015
C Swords	Appointed	: 24 February 2015
E Clifton	Appointed	: 10 November 2014
P Dunthorne	Appointed	: 11 September 2014
P Thornton-Jones	Resigned	: 20 April 2015
C Pfeiffer	Appointed	: 12 August 2015
R Balestiero	Appointed	: 26 August 2015
M Alexander-Wall	Appointed	: 26 August 2015
S Cockburn	Appointed	: 20 April 2015

Company Secretary

Pasquale Vitale	Resigned	: 01 September 2014
Christina Pettit	Appointed	: 01 September 2014

Dividends

In accordance with the provisions of Clause 17 of the Shareholders Agreement, if at any point the board considers it reasonably likely that platform income for the financial year will exceed the annual gross cost for the financial year resulting in there being available profits at the end of the financial year. The board shall prepare a draft dividend policy for the company as regards its available profits and shall circulate it to shareholders for their approval.

There will be no dividend distribution following the finalisation of these financial statements.


Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the board



Simon Duffy
Chairman

3rd Floor
10 Lower Thames Street
London
EC3R 6YT
22 September 2015

Statement of Directors responsibilities in respect of the Strategic report, the Director's report and financial statements

The directors are responsible for preparing the Strategic Report, 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 they have elected to prepare the financial statements in accordance with IFRSs as adopted by the EU 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 they have been prepared in accordance with IFRSs as adopted by the EU; 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

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

Independent Auditor's report to the members of YouView TV Limited

We have audited the financial statements of YouView TV Limited for the year ended 31 March 2015 set out on pages 6 to 20. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the EU.

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 Statement of Directors' Responsibilities Statement set out on page 4, 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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 March 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the EU; 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 Strategic Report and 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.



Jeremy Hall (Senior Statutory Auditor)

For and on behalf of
KPMG LLP, Statutory Auditor
Chartered Accountant
15 Canada Square, E14 5GL
22 September 2015

Statement of Comprehensive Income
for the period from 01 April 2014 to 31 March 2015

	Note	2015 £000	2014 £000
Revenue	2	19,174	43,076
Cost of sales	3	(19,067)	(16,715)
Gross profit		107	26,361
Administrative expenses	3	(6,883)	(25,485)
Operating (loss)/profit		(6,776)	876
Financial income	6	26	45
(Loss)/profit before tax		(6,750)	921
Tax credit	7	302	511
Total comprehensive (loss)/income for the period		(6,448)	1,432

The results stated above have been derived from continuing operations.

The accompanying notes on pages 10 to 20 form an integral part of these financial statements.

Statement of Financial Position

At 31 March 2015

	Note	2015 £000	2014 £000
Non-current assets			
Property, plant and equipment	8	247	103
Intangible assets	9	15	26
		<u>262</u>	<u>129</u>
Current assets			
Trade and other receivables	11	3,181	6,148
Cash and cash equivalents		2,133	6,433
		<u>5,314</u>	<u>12,581</u>
Total assets		<u>5,576</u>	<u>12,710</u>
Current Liabilities			
Trade and other payables	12	(3,148)	(9,671)
Employee benefits	13	(2,126)	(1,607)
		<u>(5,274)</u>	<u>(11,278)</u>
Non-current liabilities			
Long term loan	14	(6,750)	-
Total non-current liabilities		<u>(6,750)</u>	<u>-</u>
Total Liabilities		<u>(12,024)</u>	<u>(11,278)</u>
Net (liabilities)/assets		<u>(6,448)</u>	<u>1,432</u>
Equity			
Share capital	15	-	-
Retained (loss)/earnings		(6,448)	1,432
Total equity		<u>(6,448)</u>	<u>1,432</u>

The accompanying notes on pages 10 to 20 form an integral part of these financial statements.

These financial statements were approved by the board of directors on the 22nd of September 2015 and were signed on its behalf by


Simon Duffy
Chairman

Company registered number: 7308805

Statement of Changes in Equity
for the period from 1 April 2014 to 31 March 2015

	Share capital £000	Retained earnings £000	Total equity £000
As at 1 April 2014	-	1,432	1,432
Dividends paid during the year	-	(1,432)	(1,432)
Prior year adjustment	-	-	-
Loss for the year	-	(6,448)	(6,448)
	<hr/>	<hr/>	<hr/>
At 31 March 2015	-	(6,448)	(6,448)
	<hr/>	<hr/>	<hr/>

The accompanying notes on pages 10 to 20 form an integral part of these financial statements.

Cash Flow Statement

for the period from 1 April 2014 to 31 March 2015

	2015 £000	2014 £000
Cash flows from operating activities		
Profit for the period before tax and interest	(6,776)	876
<i>Adjustments for:</i>		
Depreciation, amortisation and impairment	2,474	119
(Profit)/Loss on assets disposed	(4)	2
	<hr/> (4,306)	<hr/> 997
Decrease/(Increase) in trade and other receivables	2,555	(1,745)
(Decrease)/ Increase in trade and other payables	(6,302)	551
Increase in employee benefits	519	718
Taxation (paid)/receipt	484	1,097
	<hr/> (2,744)	<hr/> 621
Net cash from operating activities	<hr/> (7,050)	<hr/> 1,618
Cash flows from investing activities		
Interest received	35	44
Acquisition of property, plant and equipment	(257)	(66)
Disposal of property, plant and equipment	4	-
Acquisition of other intangible assets	-	(28)
Investment in shares	(2,350)	-
	<hr/> (2,568)	<hr/> (50)
Net cash from investing activities	<hr/> (2,568)	<hr/> (50)
Cash flows from financing activities		
Dividends paid to shareholders	(1,432)	(2,213)
Long term borrowing	6,750	-
	<hr/> 5,318	<hr/> (2,213)
Net cash from financing activities	<hr/> 5,318	<hr/> (2,213)
Net (decrease) in cash and cash equivalents	(4,300)	(645)
Cash and cash equivalents at 01 April 2014	6,433	7,078
Cash and cash equivalents at 31 March 2015	<hr/> <hr/> 2,133	<hr/> <hr/> 6,433

The accompanying notes on pages 10 to 20 form an integral part of these financial statements.

Notes

(forming part of the financial statements)

1 Accounting policies

YouView TV Limited (the "Company") is a company incorporated and domiciled in the UK. The Company's financial statements have been prepared and approved by the directors in accordance with International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs").

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

1.1 Measurement convention

The financial statements are prepared on the historical cost basis.

1.2 Going concern

As stated in the Directors' report, the financial statements have been prepared based on the Directors' assessment of the Company's current level of activities and continued funding support from its shareholders.

1.3 Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, and trade and other payables.

Trade and other receivables

Trade and other receivables are not interest bearing and are stated at their original invoiced value reduced by appropriate allowances for estimated irrecoverable amounts.

Trade and other payables

Trade payables on normal terms are not interest bearing and are stated at original investment amount.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits and form an integral part of the Company's cash management are included as a component of cash and cash equivalents for the purpose only of the cash flow statement.

1.4 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is charged to the income statement on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Land is not depreciated. The estimated useful lives are as follows:

- Plant and equipment - 3 years
- Fixtures and fittings - 3 years

Depreciation methods, useful lives and residual values are reviewed at each balance sheet date.

Notes (continued)

1 Accounting policies (continued)

1.5 Intangible assets

Research and development

Expenditure on research activities is recognised in the income statement as an expense as incurred.

Expenditure on development activities and other assets is capitalised if the product or process is technically and commercially feasible and the Company intends and has the technical ability and sufficient resources to complete development, future economic benefits are probable and if the Company can measure reliably the expenditure attributable to the intangible asset during its development. Development activities involve a plan or design for the production of new or substantially improved products or processes. The expenditure capitalised includes the cost of materials, direct labour and an appropriate proportion of overheads and capitalised borrowing costs.

Other development expenditure is recognised in the income statement as an expense as incurred. Capitalised development expenditure is stated at cost less accumulated amortisation and less accumulated impairment losses.

Other intangible assets

Other intangible assets that are acquired by the Company are stated at cost less accumulated amortisation and less accumulated impairment losses.

Amortisation

Amortisation is charged to the income statement on a straight-line basis over the estimated useful lives of intangible assets unless such lives are indefinite. Intangible assets with an indefinite useful life and goodwill are systematically tested for impairment at each balance sheet date. Other intangible assets are amortised from the date they are available for use. The estimated useful lives are as follows

- Software - 3 years

1.6 Impairment

The carrying amounts of the Company's non-financial assets, other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each period at the same time.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit" or "CGU").

An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to the units, and then to reduce the carrying amounts of the other assets in the unit on a *pro rata* basis.

The impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Notes (continued)

1 Accounting policies (continued)

1.7 Employee benefits

Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which the company pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an expense in the income statement in the periods during which services are rendered by employees.

Short-term benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

1.8 Provisions

A provision is recognised in the balance sheet when the Company has a present legal or constructive obligation as a result of a past event, that can be reliably measured and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects risks specific to the liability.

1.9 Revenue

Revenue is stated net of VAT and other sales related taxes. It comprises platform fees charged to shareholders and other third parties, device fees and amounts recharged to shareholders at a net cost basis (i.e. total costs less long term borrowing less revenues recognised). Revenue for time-based platform fees is recognised over the invoiced contract period.

1.10 Expenses

Operating lease payments

Payments made under operating leases are recognised in the income statement on a straight-line basis over the term of the lease. Lease incentives received are recognised in the income statement as an integral part of the total lease expense.

Financing income and expenses

Interest income and interest payable is recognised in profit or loss as it accrues, using the effective interest method.

1.11 Taxation

Tax on the profit or loss for the period comprises current and deferred tax. Tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

1.12 Investments

Investments reported in the financial statements have been recognised at their current fair value. An annual impairment review will be performed to ensure that the carrying amount remains at fair value.

1.13 Future accounting developments

As at 31 March 2015, a number of standards and interpretations, and amendments thereto, had been issued by the IASB, which are not effective for the Company's financial statements as at 31 March 2015. None of these standards are expected to have a significant effect on the Company's financial statements.

2. Revenue

	2015 £000	2014 £000
Services fee for funding by shareholders	10,113	37,784
Platform Fees/Device Fees	9,061	5,292
Total Revenue	<u>19,174</u>	<u>43,076</u>

3. Expenses and auditor's remuneration

Included in profit are the following:

	2015 £000	2014 £000
Depreciation and amortisation (Note 8, Note 9)	88	104
Research and development expensed as incurred	9,563	7,759

As set out in note 1.5 YouView TV Limited's accounting policy is to capitalise development costs only where the associated product is technically and commercially feasible and future economic benefits are probable.

The Company is still developing the product and while sales continue as expected, there is not yet sufficient evidence to show that future economic benefits arising from the product will be sufficient to recover the potential capitalised costs within a reasonable time period. We have therefore expensed development costs for this financial year but will continue to assess the position in future periods.

Auditor's remuneration:

	2015 £000	2014 £000
Audit of these financial statements		
Other services relating to taxation	22	22
	<u>44</u>	<u>43</u>

Other services relate to tax services in respect of assistance of preparation of Research & Development submissions.

Notes (continued)

4. Staff numbers and costs

The average number of persons employed by the Company (including directors) during the period, analysed by category, was as follows:

	Number of employees	Number of employees
	2015	2014
Administration	50	41
Research and Development	81	58
	<u>131</u>	<u>99</u>

The aggregate payroll costs of these persons were as follows:

	2015 £000	2014 £000
Wages and salaries	9,902	7,174
Social security costs	1,060	808
Contributions to defined contribution plans	419	276
	<u>11,381</u>	<u>8,260</u>

5. Directors' remuneration

	2015 £000	2014 £000
Directors' emoluments	225	94

The aggregate of emoluments of the highest paid director was £225,000.

6. Finance income

Recognised in the income statement

	2015 £000	2014 £000
Interest income on cash and cash equivalents	26	45

Notes (continued)

7. Taxation

Recognised in the income statement

	2015 £000	2014 £000
Current tax expense		
Current year	-	81
Prior year tax credit adjustment	-	(592)
	<hr/>	<hr/>
Current tax expense	-	(511)
	<hr/>	<hr/>
Deferred tax expense	-	-
	<hr/>	<hr/>
Total tax credit	-	(511)
	<hr/>	<hr/>

Factors affecting current tax charge for the period

The current tax charge for the period is lower than the standard rate of corporation tax in the UK. The differences are explained below.

Reconciliation of effective tax rate

	2015 £000	2014 £000
Profit/(loss) for the period before tax	(6,750)	921
Trading losses	(535)	(535)
	<hr/>	<hr/>
	(7,285)	386
	<hr/>	<hr/>
Tax using the UK corporation tax rate of 21.5% (2014:23%)	-	89
Effect of marginal relief	-	(8)
Prior year tax credit adjustment	(302)	(592)
	<hr/>	<hr/>
Total tax credit	(302)	(511)
	<hr/>	<hr/>

Reductions in the UK corporation tax rate from 24% to 23% (effective 1 April 2013) and to 21% (effective from 1 April 2014) were substantively enacted on 3 July 2012 and 2 July 2013 respectively. A further reduction to 20% (effective from 1 April 2015) was also substantively enacted on 2 July 2013. This will reduce the company's future current tax charge accordingly.

Notes (continued)

8. Property, plant and equipment

	Plant and equipment £000	Fixtures & fittings £000	Total £000
Cost			
At 01 April 2014	347	7	354
Additions	250	7	257
Disposals	(36)	-	(36)
	<hr/>	<hr/>	<hr/>
At 31 March 2015	561	14	575
	<hr/>	<hr/>	<hr/>
Depreciation			
At 01 April 2014	248	3	251
Charge for the period	110	3	113
Disposals	(36)	-	(36)
	<hr/>	<hr/>	<hr/>
At 31 March 2015	322	6	328
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 March 2014	99	4	103
At 31 March 2015	239	8	247
	<hr/>	<hr/>	<hr/>

9. Intangible assets

	Software £000	Total £000
Cost		
At 01 April 2014	60	60
Acquisitions – externally purchased	-	-
Disposal	-	-
	<hr/>	<hr/>
At 31 March 2015	60	60
	<hr/>	<hr/>
Amortisation and impairment		
At 01 April 2014	34	34
Amortisation	11	11
Disposal	-	-
	<hr/>	<hr/>
At 31 March 2015	45	45
	<hr/>	<hr/>
Net book value		
At 31 March 2014	26	26
At 31 March 2015	15	15
	<hr/>	<hr/>

Notes (continued)

10. Investments

	2015 £000	2014 £000
Investment in shares	2,350	-
Impairment of shares	(2,350)	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

11. Trade and other receivables

	2015 £000	2014 £000
Current		
Tax and other receivable	31	424
Interest receivable	12	18
Prepayments	1,006	536
Debtors	314	151
Amounts owed by related parties (Note 18)	1,818	5,019
	<u>3,181</u>	<u>6,148</u>
	<u>3,181</u>	<u>6,148</u>

12. Trade and other payables

	2015 £000	2014 £000
Current		
Trade and other payables	1,926	2,308
Accrued expenses	1,136	4,775
Amounts owed to related parties (Note 18)	388	2,588
	<u>3,450</u>	<u>9,671</u>
	<u>3,450</u>	<u>9,671</u>

13. Employee benefits

Pension plans

The Company operates a defined contribution pension plan. The total expense relating to the plan in the period was £419,314 (2014:£276,360). There was £42,990 (2014:£26,132) outstanding at the year end.

Related parties

There were some related parties transactions within the employee benefit expenses. There was £26,293 outstanding at the year end.

Notes (continued)

14. Long term loan

	2015	2014
	£000	£000
Loan	6,750	-

The long term borrowing was received from British Telecommunications PLC and TalkTalk Telecom Group PLC with respect to the IPR valuation of YouView TV Limited. The loan shall not incur any interest but shall be subject to revaluation of the IPR every 2 years to satisfy the carrying amount.

15. Share Capital

During the period 31 March 2011, the company issued 4,278 £0.01 shares for a consideration of £42.78 settled in cash.

	2015
	£
Allotted, called up and fully paid	
4,200 voting shares of £0.01 each	42.00
70 income shares of £0.01 each	0.70
7 founder shares of £0.01 each	0.07
1 additional founder share of £0.01	0.01
	<hr/>
	42.78
	<hr/>

The holders of income, founder and additional founder shares are entitled to receive dividends as declared from time to time and are entitled to 1 vote per share held on a poll taken at a general meeting and 1 vote per shareholder present on the show of hands.

16. Operating leases

Non-cancellable operating lease rentals are payable as follows:

	2015	2014
	£000	£000
Next year	632	464
Between 2 and 5 years	2,524	2,323
Greater than 5 years	1,168	860
	<hr/>	<hr/>
	4,324	3,647
	<hr/>	<hr/>

During the financial period, £547,640 was recognised as an expense in the income statement in respect of operating lease charges.

17. Capital commitments and contingent liabilities

The Company did not have any contractual capital commitments and contingent liabilities at 31 March 2015.

Notes (continued)

18. Related parties

There were transactions in the period between the Company and its shareholders, British Broadcasting Company, ITV Broadcasting Limited, British Telecommunications PLC, Channel Four Television Corporation, TalkTalk Telecom Group PLC, Arqiva Limited and Channel 5 Broadcasting Limited. The transactions in the period related to revenue, expenses, research and development and administration.

Transactions with shareholders in the period

	2015	2014
	£000	£000
Services to	16,108	41,136
Expenses incurred from	1,414	4,607

Balances outstanding with shareholders at 31 March 2015

	2015	2014
	£000	£000
Trade and other receivables	1,818	5,019
Trade payables	-	13
Accrued expenses	46	183
Non trade payables	342	2,392
Employee benefits	26	69

Revenue for services provided to shareholders during the period principally relates to service fees for funding by shareholders. Expenses incurred from shareholders relate primarily to occupancy, costs for external resources and research and development.

Notes (continued)

Amounts owed to related parties comprise monies owed at the period end for the provision of services and the excess of payments on account against the service fees owed.

19. Ultimate parent company

At 31 March 2015, the joint venture partners of YouView TV Limited were British Broadcasting Company, ITV Broadcasting Limited, British Telecommunications PLC, Channel Four Television Corporation, TalkTalk Telecom Group PLC, Arqiva Limited and Channel 5 Broadcasting Limited, each holding 14.3% respectively

The accounts of the above these companies are available to the public and may be obtained from the following addresses:

ITV Broadcasting Limited
Television Centre, Upper Ground,
London SE1 9LT

British Broadcasting Company
Broadcasting House, Portland Place,
London W1A 1AA

British Telecommunications PLC
81 Newgate Street,
London EC1A 7AJ

Channel Four Television Corporation
124 Horseferry Road,
London SW1P 2TX

TalkTalk Telecom Group PLC
11 Evesham Street,
London W11 4AR

Arqiva Limited
Crawley Court, Winchester,
Hampshire SO21 2QA

Channel 5 Broadcasting Limited
c/o Field Fisher Waterhouse LLP
Riverbank house
2 Swan Lane
London
EC4R 3TT