

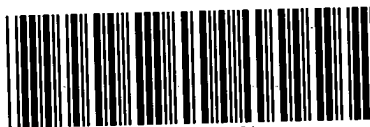
Registered No. 764797

Apple Corps Limited

Report and Financial Statements

31 January 2015

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COMPANIES HOUSE

Directors' report

Directors

Y O Lennon
O T Harrison
B V Grakal
J L Eastman

Secretary

J V Jones

Auditors

Sopher + Co LLP
Chartered Accountants & Statutory Auditors
5 Elstree Gate
Elstree Way
Borehamwood
Hertfordshire
WD6 1JD

Registered Office

27 Ovington Square
London SW3 1LJ

Directors' report

The directors present their report and financial statements for the year ended 31 January 2015.

Directors

The Directors who served during the year were as follows:

Y O Lennon
O T Harrison
H L Gerrard
J L Eastman

B V Grakal replaced H L Gerrard as a director after the year end.

Principal activities and review of the business

The group's principal activities during the year continued to be the exploitation of the audio, visual and ancillary activities relating to The Beatles.

Results and dividends

The consolidated profit for the year, after taxation, is £3,056,522 (2014 – profit of £2,211,843). Ordinary dividends of £1,400,000 (2014 – £5,000,000) were declared and paid during the year. The directors do not recommend a final dividend.

Future developments

The group will continue to develop opportunities relating to its principal business activities.

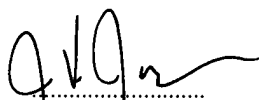
Disclosure of information to the auditors

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditors in connection with preparing their report, of which the auditors are unaware. Having made enquiries of fellow directors and the group's auditors, each director has taken all the steps that he/she is obliged to take as a director in order to make himself/herself aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

Under section 487(2) of the Companies Act 2006, Sopher + Co LLP will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

By order of the Board



J V Jones
Secretary

Date:

18 September 2015

Group strategic report

The directors present their strategic report for the year ended 31 January 2015.

Business review

The group continues to exploit audio, visual and ancillary activities relating to The Beatles. Group turnover decreased from £16.5 million to £15.9 million. Group profit for the year before taxation increased from £3.1 million to £4.2 million. After the payment of dividends, group net assets have increased from £11.5 million to £13.3million.

Principal risks and uncertainties

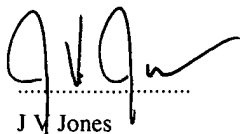
The directors consider that the principal risks and uncertainties faced by the group relate to the general state of the worldwide music industry and the protection of copyrights.

The directors confirm that, in accordance with the Companies Act 2006, they have considered and reviewed the provisions relating to the financial risk management and policies of the group. As a result of the review, the directors have concluded that the group will be able to continue funding its activities through its cash reserves, retained profits and cash flows from ongoing activities.

Financial key performance indicators

The directors consider turnover, profit and net assets to be the key performance indicators for the group.

This report was approved by the board and signed on its behalf.



J V Jones
Secretary

Date: 18 September 2015

Statement of directors' responsibilities

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 group and the company and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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; 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the group and the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent auditor's report

for the year ended 31 January 2015

We have audited the financial statements of Apple Corps Limited for the year ended 31 January 2015, set out on pages 7 to 28. 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 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

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. 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 group's and the parent company's affairs as at 31 January 2015 and of the group's profit 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.

Independent auditor's report

for the year ended 31 January 2015

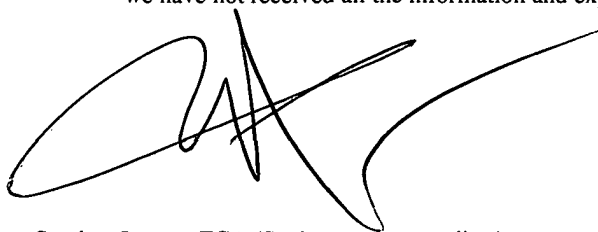
OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial period 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 remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Stephen Iseman FCA (Senior statutory auditor)

for and on behalf of

Sopher + Co LLP

Chartered Accountants

Statutory Auditors

5 Elstree Gate

Elstree Way

Borehamwood

Hertfordshire

WD6 1JD

Date:

18 September 2015

Group profit and loss account

for the year ended 31 January 2015

	Notes	2015 £	2014 £
Turnover			
Turnover: group and share of joint ventures' turnover		34,645,665	34,962,700
Less: share of joint ventures' turnover		(18,733,425)	(18,502,801)
Group turnover	2	15,912,240	16,459,899
Administrative expenses		(14,343,208)	(16,278,501)
		1,569,032	181,398
Other operating income		1,036,000	1,025,000
Group operating profit	3	2,605,032	1,206,398
Share of operating profit in joint ventures		843,004	1,045,299
Share of operating profit in associates		715,928	808,904
		1,558,932	1,854,203
Total operating profit: group and share of joint ventures and associates		4,163,964	3,060,601
Interest receivable	6	21,285	27,961
Interest payable and similar charges	7	(2)	(2)
Profit on ordinary activities before taxation		4,185,247	3,088,560
Tax on profit on ordinary activities	8	(1,128,725)	(876,717)
Profit for the financial year attributable to members of the parent company		3,056,522	2,211,843

All amounts relate to continuing operations.

The notes on pages 12 to 28 form part of these financial statements.

Group statement of total recognised gains and losses

for the year ended 31 January 2015

	2015 £	2014 £
Profit for the financial year excluding share of profits of joint ventures and associates	1,651,484	545,905
Share of joint ventures' profit for the year	843,004	1,045,299
Share of associates' profit for the year	562,034	620,639
	<hr/>	<hr/>
Profit for the financial year attributable to members of the parent company	3,056,522	2,211,843
Exchange difference on retranslation of net assets of subsidiary undertakings	86,248	(77,950)
	<hr/>	<hr/>
Total recognised gains and losses relating to the year	3,142,770	2,133,893
	<hr/>	<hr/>


The notes on pages 12 to 28 form part of these financial statements.

Group balance sheet

at 31 January 2015

	Notes	2015 £	2014 £
Fixed assets			
Intangible assets	10	—	—
Tangible assets	11	1,830,312	1,868,313
Investment in joint ventures:	12		
Share of gross assets		2,839,606	2,214,340
Share of gross liabilities		(1,788,042)	(1,871,647)
Investment in associates	12	1,051,564	342,693
		996,668	1,209,634
		2,048,232	1,552,327
		3,878,544	3,420,640
Current assets			
Debtors	13	4,795,750	4,372,889
Cash at bank and in hand		11,848,864	11,054,288
		16,644,614	15,427,177
Creditors: amounts falling due within one year	14	(7,231,325)	(7,298,754)
Net current assets		9,413,289	8,128,423
Total assets less current liabilities		13,291,833	11,549,063
Net assets		13,291,833	11,549,063
Capital and reserves			
Called up share capital	17	100	100
Profit and loss account	19	13,291,733	11,548,963
Equity shareholders' funds	19	13,291,833	11,549,063

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

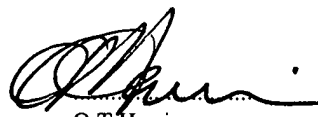

J L Eastman
Director

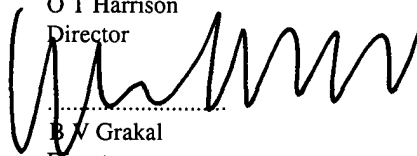
J L Eastman
Director

Date: 18 September 2015

Registered No 764797

The notes on pages 12 to 28 form part of these financial statements.


O T Harrison
Director


B V Grakal
Director

Company balance sheet

at 31 January 2015

	Notes	2015 £	2014 £
Fixed assets			
Intangible assets	10	—	—
Tangible assets	11	1,830,312	1,868,313
Investments	12	176,536	176,536
		<u>2,006,848</u>	<u>2,044,849</u>
Current assets			
Debtors	13	4,593,370	4,154,050
Cash at bank and in hand		10,674,361	9,927,081
		<u>15,267,731</u>	<u>14,081,131</u>
Creditors: amounts falling due within one year	14	(5,668,388)	(5,490,498)
Net current assets		<u>9,599,343</u>	<u>8,590,633</u>
Total assets less current liabilities		<u>11,606,191</u>	<u>10,635,482</u>
Net assets		<u>11,606,191</u>	<u>10,635,482</u>
Capital and reserves			
Called up share capital	17	100	100
Profit and loss account	19	11,606,091	10,635,382
Equity shareholders' funds	19	<u>11,606,191</u>	<u>10,635,482</u>

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



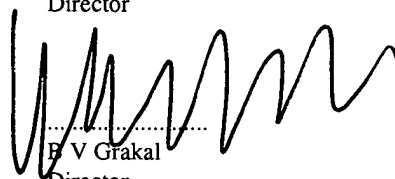
Y O Lennon
Director



O T Harrison
Director



J L Eastman
Director



E V Grakal
Director

Registered No 764797

Date: 18 September 2015

The notes on pages 12 to 28 form part of these financial statements.

Group statement of cash flows

for the year ended 31 January 2015

	Notes	2015 £	2014 £
Net cash inflow from operating activities	20(a)	1,971,553	1,017,805
Dividends from joint ventures and associates			
Dividends from joint ventures		166,467	1,368,577
Dividends from associates		775,000	640,000
		941,467	2,008,577
Returns on investments and servicing of finance	20(b)	21,283	27,959
Taxation	20(c)	(728,062)	(774,627)
Capital expenditure and financial investment	20(d)	(11,665)	(9,094)
Equity dividends paid	18	(1,400,000)	(5,000,000)
Increase /(decrease) in cash		794,576	(2,729,380)

Reconciliation of net cash flow to movement in net funds

	Notes	2015 £	2014 £
Increase/(decrease) in cash	20(e)	794,576	(2,729,380)
Movement in net funds		794,576	(2,729,380)
Net funds at 1 February	20(e)	11,054,288	13,783,668
Net funds at 31 January	20(e)	11,848,864	11,054,288

The notes on pages 12 to 28 form part of these financial statements.

Notes to the financial statements

at 31 January 2015

1. Accounting policies

Basis of preparation

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

Basis of consolidation

The group financial statements consolidate the financial statements of Apple Corps Limited and its subsidiary undertakings, drawn up to 31 January each year. No company profit and loss account is presented for Apple Corps Limited as permitted by section 408 of the Companies Act 2006.

Entities in which the group holds an interest on a long-term basis and are jointly controlled by the group and one or more other venturers under a contractual agreement are treated as joint ventures. In the group financial statements, joint ventures are accounted for using the gross equity method.

Entities other than subsidiary undertakings or joint ventures, in which the group has a participating interest and over whose operating and financial policies the group exercises a significant influence are treated as associates. In the group financial statements, associates are accounted for using the equity method.

Investments

In the parent company financial statements investments in subsidiaries, joint ventures and associates are accounted for at cost.

The carrying values of fixed asset investments are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

Intangible fixed assets

Intangible fixed assets acquired separately from a business are capitalised at cost. They are amortised on a straight line basis over their estimated useful lives up to a maximum of 20 years.

The carrying value of intangible fixed assets is reviewed for impairment at the end of the first full year following acquisition and in other periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	–	over 50 years
Fixtures, fittings and equipment	–	over 4 years
Website costs	–	over 3 years

Freehold land is not depreciated. The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

Royalty Income

Royalty income is accounted for on an accruals basis. Royalty audit claims are not booked as income until amounts arising from such claims are received by the group.

Returns

No provision is made for any reduction in royalties receivable in subsequent periods as a result of the return of products sold in respect of which royalties would normally have been accounted for during the year. Any reductions are accounted for as a deduction from turnover in subsequent periods.

Notes to the financial statements

at 31 January 2015

1. Accounting policies (continued)

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

The financial statements of overseas subsidiary undertakings are translated at the rate of exchange ruling at the balance sheet date. The exchange differences arising on the retranslation of opening net assets are taken directly to reserves. All other translation differences are taken to the profit and loss account.

Deferred tax

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 have occurred at that date that will result in an obligation to pay more, or a right to pay less, tax with the following exceptions:

- provision is made for deferred tax that would arise on remittance of the retained earnings of subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable; and
- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Obligations under operating leases

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term

Affiliated Undertakings

In the financial statements, companies are described as affiliated to Apple Corps Limited if:

- (i) they have the same shareholders or ultimate shareholders as Apple Corps Limited; or
- (ii) the company is owned by one or more of the shareholders of Apple Corps Limited.

Notes to the financial statements

at 31 January 2015

2. Turnover

Turnover represents income derived from the group's continuing ordinary activities, stated net of value added tax, and is accounted for on an accruals bases.

It is the opinion of the directors that, in view of the nature of the group's business, the markets in which it operates do not differ substantially from each other and are, therefore, treated as one market for the purposes of disclosing the particulars of turnover in these financial statements.

3. Group operating profit

(a) This is stated after charging:

	2015	2014
	£	£
Auditor's remuneration – audit services	35,000	35,000
– taxation services*	56,952	56,952
Depreciation of owned fixed assets	49,666	56,469
Operating lease rentals – office equipment	1,533	3,507
	<u>142,151</u>	<u>151,928</u>

*The fees for taxation services all relate to the company and its UK subsidiaries.

4. Directors' remuneration

	2015	2014
	£	£
Fees	800,000	800,000
Other emoluments	97,570	127,445
	<u>897,570</u>	<u>927,445</u>

The aggregate emoluments of the highest paid director amounted to £250,894 (2014 - £250,990)

5. Staff costs

	2015	2014
	£	£
Wages and salaries	1,579,445	1,661,396
Social security costs	238,124	209,413
	<u>1,817,569</u>	<u>1,870,809</u>

Notes to the financial statements

at 31 January 2015

5. Staff costs (continued)

The average monthly number of employees, excluding directors, during the year was made up as follows:

	2015 No.	2014 No.
Administration	12	13

6. Interest receivable

	2015 £	2014 £
Bank interest receivable	21,285	27,346
Other interest	-	615
	<u>21,285</u>	<u>27,961</u>

7. Interest payable and similar charges

	2015 £	2014 £
Other interest	2	2

8. Tax

(a) Tax on profit on ordinary activities

	2015 £	2014 £
<i>Current tax:</i>		
UK corporation tax on profit for the year	511,233	177,197
Adjustments in respect of prior periods	(3,845)	(1,072)
Double taxation relief	(7,250)	(38,179)
	<u>500,138</u>	<u>137,946</u>
Foreign tax	465,926	534,703
Share of associates' current tax	153,894	188,265
Current tax attributable to joint ventures	8,767	15,803
	<u>1,128,725</u>	<u>876,717</u>
Total current tax (note 8(b))		
	<u>1,128,725</u>	<u>876,717</u>
Tax charge for the year		
	<u>1,128,725</u>	<u>876,717</u>

Notes to the financial statements

at 31 January 2015

8. Tax (continued)

(b) Factors affecting the current tax charge:

The tax assessed on the profit on ordinary activities for the year differs from the composite rate of corporation tax in the UK of 21.32% (2013 – 23.16%). The differences are reconciled below:

	2015 £	2014 £
Profit on ordinary activities before tax	4,185,247	3,088,560
Profit on ordinary activities multiplied by composite rate of corporation tax in the UK of 21.32% (2014 – 23.16%)	892,432	715,310
<i>Effects of:</i>		
Expenses not deductible for tax purposes	63,418	1,338
Difference in recognising depreciation and capital allowances	8,275	(12,006)
Other timing differences	(7,464)	16,493
Prior year (over)/ under provision	159	(4,254)
Overseas tax rate in excess of UK rate	171,905	159,836
Current tax for the year	1,128,725	876,717

9. Profit attributable to members of parent company

The profit dealt with in the financial statements of the parent company was £2,370,709 (2014 – £3,507,408).

Notes to the financial statements

at 31 January 2015

10. Intangible fixed assets

Group and Company

	<i>Trademarks</i>
	<i>£</i>
Cost:	
At 1 February 2014 and 31 January 2015	518,067
Amortisation:	
At 1 February 2014 and 31 January 2015	518,067
Net book value:	
At 1 February 2014 and 31 January 2015	–

11. Tangible fixed assets

Group and Company

	<i>Freehold land and buildings</i>	<i>Fixtures, fittings and equipment</i>	<i>Website costs</i>	<i>Total</i>
	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
Cost:				
At 1 February 2014	2,385,367	584,642	30,518	3,000,527
Assets retired	–	(441,085)	–	(441,085)
Additions	–	11,665	–	11,665
At 31 January 2015	2,385,367	155,222	30,518	2,571,107
Depreciation:				
At 1 February 2014	543,630	558,066	30,518	1,132,214
Assets retired	–	(441,085)	–	(441,085)
Provided during the year	37,604	12,062	–	49,666
At 31 January 2015	581,234	129,043	30,518	740,795
Net book value:				
At 31 January 2015	1,804,133	26,179	–	1,830,312
At 31 January 2014	1,841,737	26,576	–	1,868,313

Notes to the financial statements

at 31 January 2015

12. Investments

Group

	2015 £	2014 £
Joint ventures (a)		
The Cirque Apple Creation Partnership	330,090	260,689
Cirque Apple Las Vegas, L.L.C.	721,474	82,004
	<u>1,051,564</u>	<u>342,693</u>
Associates (b)		
Maclen (Music) Limited	767,142	797,829
Subafilms Limited	229,526	411,805
	<u>996,668</u>	<u>1,209,634</u>
	<u>2,048,232</u>	<u>1,552,327</u>

(a) Joint ventures

(i) The Cirque Apple Creation Partnership

	£
At 1 February 2014	260,689
Share of profit retained by joint venture	44,805
Distributions	—
Exchange rate differences	24,596
At 31 January 2015	<u>330,090</u>

Additional disclosures are given in respect of The Cirque Apple Creation Partnership, which exceeds certain 25% thresholds under FRS 9 'Associates and Joint Ventures', as follows:

	2015 £	2014 £
Fixed assets	—	—
Current assets	847,993	713,484
Share of gross assets	<u>847,993</u>	<u>713,484</u>
Liabilities due within one year	517,903	452,795
Share of gross liabilities	<u>517,903</u>	<u>452,795</u>
Share of net assets	<u>330,090</u>	<u>260,689</u>

Notes to the financial statements

at 31 January 2015

12. Investments (continued)

(i) The Cirque Apple Creation Partnership (continued)

	2015 £	2014 £
Turnover	4,324,166	4,233,356
Profit before tax	44,805	64,914
Taxation	—	—
Profit after tax	44,805	64,914

(ii) Cirque Apple Las Vegas, L.L.C.

	£
At 1 February 2014	82,004
Share of profit retained by joint venture	798,199
Dividends received	(166,467)
Exchange differences	7,738
At 31 January 2015	721,474

Additional disclosures are given in respect of Cirque Apple Las Vegas, L.L.C., which exceeds certain 25% thresholds under FRS 9 'Associates and Joint Ventures', as follows:

	2015 £	2014 £
Fixed assets	33,655	46,310
Current assets	1,957,958	1,454,546
Share of gross assets	1,991,613	1,500,856
Liabilities due within one year	1,270,139	1,418,852
Share of gross liabilities	1,270,139	1,418,852
Share of net assets	721,474	82,004

Notes to the financial statements

at 31 January 2015

12. Investments (continued)

(ii) Cirque Apple Las Vegas, L.L.C. (continued)

	2015	2014
	£	£
Turnover	14,409,259	14,269,445
Profit before tax	798,199	980,385
Taxation	-	-
Profit after tax	798,199	980,385

(b) Associates

(i) Maclen (Music) Limited

The figures presented for Maclen (Music) Limited represent the group's combined share of Maclen (Music) Limited and its subsidiary Maclen Joint Limited.

	£
At 1 February 2014	797,829
Share of profit retained by associate	524,313
Dividends received	(555,000)
At 31 January 2015	767,142

Additional disclosures are given in respect of Maclen (Music) Limited, which exceeds certain 25% thresholds under FRS 9 'Associates and Joint Ventures', as follows:

	2015	2014
	£	£
Fixed assets	59	59
Current assets	1,294,702	1,427,894
Share of gross assets	1,294,761	1,427,953
Liabilities due within one year	527,619	630,124
Share of gross liabilities	527,619	630,124
Share of net assets	767,142	797,829

Notes to the financial statements

at 31 January 2015

12. Investments (continued)

(i) Maclen (Music) Limited (continued)

	2015 £	2014 £
Turnover	1,726,413	1,708,452
Profit before tax	668,206	705,979
Taxation	(143,893)	(164,163)
Profit after tax	524,313	541,816

(ii) Subafilms Limited

	£
At 1 February 2014	411,805
Share of profit retained by associate	37,721
Dividends received	(220,000)
At 31 January 2015	229,526

Additional disclosures are given in respect of Subafilms Limited, which exceeds certain 25% thresholds under FRS 9 'Associates and Joint Ventures', as follows:

	2015 £	2014 £
Fixed assets	—	—
Current assets	374,058	573,895
Share of gross assets	374,058	573,895
Liabilities due within one year	136,047	153,605
Deferred taxation	8,485	8,485
Share of gross liabilities	144,532	162,090
Share of net assets	229,526	411,805

Notes to the financial statements

at 31 January 2015

12. Investments (continued)

(ii) Subafilms Limited (continued)

	2015	2014		
	£	£		
Turnover	120,878	214,285		
Profit before tax	47,722	102,924		
Taxation	(10,001)	(24,102)		
Profit after tax	37,721	78,822		
<i>Company</i>				
	<i>Subsidiary</i>	<i>Associated</i>	<i>Joint</i>	
	<i>undertakings</i>	<i>undertakings</i>	<i>venture</i>	<i>Total</i>
	£	£	£	£
Cost:				
At 1 February 2014 and 31 January 2015	12,881	171,700	–	184,581
Amounts provided:				
At 1 February 2014 and 31 January 2015	(8,045)	–	–	(8,045)
Net book value:				
At 31 January 2015	4,836	171,700	–	176,536
At 31 January 2014	4,836	171,700	–	176,536

Notes to the financial statements

at 31 January 2015

12. Investments (continued)

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

	<i>Country of Incorporation (or registration) if not Great Britain</i>	<i>Proportion of voting rights and shares held</i>	<i>Nature of business</i>
<i>Subsidiary undertakings</i>			
Apple Corps S.A. +	Switzerland	100%	Intermediate holding company
Apple Corps Inc.	USA	100%*	Intermediate holding company
Apple Records Inc. (California)	USA	100%*	Exploitation of musical copyrights
Apple Records Inc. (New York)	USA	100%*	Dormant
Apple Music Publishing Inc.	USA	100%*	Dormant
Apple Films Inc.	USA	100%*	Exploitation of film copyrights
Apple Washington	USA	100%	Dormant
Apple Publicity Limited		100%	Dormant
Apple Management Limited		100%	Dormant
Apple Electronics Limited		100%	Dormant
Apple Charity (UK) Limited		100%*	Dormant
Python Music Limited		100%	Dormant
Apple Show Inc.	USA	100%	Intermediate holding company

* Held by a subsidiary undertaking.

+ Year ended 31 December 2014

All shareholdings are ordinary shares or common stock.

Notes to the financial statements

at 31 January 2015

12. Investments (continued)

		<i>Proportion of voting rights and shares held</i>	<i>Nature of business</i>
Associated undertakings			
Maclen (Music) Limited+	'C' ordinary shares	20%	Holding company
Maclen Joint Limited+	Ordinary shares	20%	Exploitation of music rights
Subafilms Limited+	Ordinary shares	23.9%	Marketing, production and distribution of films

Maclen Joint Limited is held by an associated undertaking.

+ Year ended 31 December 2014

		<i>Proportion of voting rights and shares held</i>	<i>Nature of business</i>
Joint ventures			
The Cirque Apple Creation Partnership+		50%	Creation of musical performance
Cirque Apple Las Vegas, L.L.C.* + (incorporated in the USA)		50%	Producing and presenting a live show

+ Year ended 28 December 2014

* Held by a subsidiary undertaking.

The registered office address of The Cirque Apple Creation Partnership is 27 Ovington Square, London SW3 1LJ.

The principal place of business of Cirque Apple Las Vegas L.L.C. is 980 Kelly Johnson Drive, Las Vegas, Nevada, 89119, USA.

13. Debtors

	<i>2015</i>	<i>Group 2014</i>	<i>2015</i>	<i>Company 2014</i>
	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
Amounts owed by subsidiary undertakings	-	-	433	115
Amounts owed by associated undertakings	465,033	551,984	465,033	551,984
Amounts owed by joint ventures	23,044	45,669	-	-
Amounts owed by affiliated undertakings	168,607	179,075	8,000	32,315
Corporation tax repayable	251,146	254,781	244,565	240,720
Other debtors	1,380,137	16,945	1,380,039	16,944
Prepayments and accrued income	2,507,783	3,324,435	2,495,300	3,311,972
	<u>4,795,750</u>	<u>4,372,889</u>	<u>4,593,370</u>	<u>4,154,050</u>

Notes to the financial statements

at 31 January 2015

14. Creditors: amounts falling due within one year

	2015	Group 2014	2015	Company 2014
	£	£	£	£
Amounts owed to associated undertakings	1,132,150	1,049,734	99,511	17,095
Amounts owed to subsidiary undertakings	-	-	647	-
Amounts owed to affiliated undertakings	332,327	305,625	-	-
Amounts owed to joint ventures	-	152,114	-	-
Accruals and deferred income	5,113,416	5,301,475	5,012,457	5,206,196
Corporation tax	485,409	222,599	387,750	-
Other taxes and social security costs	168,023	267,207	168,023	267,207
	<u>7,231,325</u>	<u>7,298,754</u>	<u>5,668,388</u>	<u>5,490,498</u>

15. Commitments under operating leases

At 31 January 2015 the group and company had annual commitments under non-cancellable operating leases as set out below:

	2015	Other 2014
	£	£
Operating leases which expire:		
In two to five years	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

16. Contingent liabilities

The group and company are involved in various legal disputes in the ordinary course of business and, as at 31 January 2015, the directors are of the opinion that none of the claims or disputes of which they are aware will result in a material loss to the group and company.

17. Share capital

	No.	2015 £	No.	2014 £
<i>Allotted, called up and fully paid</i>				
Ordinary shares of £1 each	100	100	100	100
		<u>100</u>		<u>100</u>

18. Dividends

	2015 £	2014 £
<i>Declared and paid during the year</i>		
Equity dividends on ordinary shares:		
Interim	1,400,000	5,000,000
	<u>1,400,000</u>	<u>5,000,000</u>

Notes to the financial statements

at 31 January 2015

19. Reconciliation of shareholders' funds and movements on reserves

<i>Group</i>	<i>Share capital £</i>	<i>Profit and loss account £</i>	<i>Total share- holders' funds £</i>
At 1 February 2013	100	14,415,070	14,415,170
Profit for the year	–	2,211,843	2,211,843
Exchange differences on retranslation of subsidiary undertakings	–	(77,950)	(77,950)
Dividends declared and paid	–	(5,000,000)	(5,000,000)
At 1 February 2014	100	11,548,963	11,549,063
Profit for the year	–	3,056,522	3,056,522
Exchange differences on retranslation of subsidiary undertakings	–	86,248	86,248
Dividends declared and paid	–	(1,400,000)	(1,400,000)
At 31 January 2015	100	13,291,733	13,291,833
<i>Company</i>			
	<i>Share capital £</i>	<i>Profit account £</i>	<i>Total share- funds £</i>
At 1 February 2013	100	12,127,974	12,128,074
Profit for the year	–	3,507,408	3,507,408
Dividends declared and paid	–	(5,000,000)	(5,000,000)
At 1 February 2014	100	10,635,382	10,635,482
Profit for the year	–	2,370,709	2,370,709
Dividends declared and paid	–	(1,400,000)	(1,400,000)
At 31 January 2015	100	11,606,091	11,606,191

20. Notes to the statement of cash flows

(a) Reconciliation of operating profit to net cash inflow from operating activities:

	<i>2015 £</i>	<i>2014 £</i>
Group operating profit	2,605,032	1,206,398
Depreciation	49,666	56,469
Unrealised exchange differences	73,590	(61,744)
(Increase)/decrease in debtors	(426,496)	1,203,916
Decrease in creditors	(330,239)	(1,387,234)
Net cash inflow from operating activities	1,971,553	1,017,805

Notes to the financial statements

at 31 January 2015

20. Notes to the statement of cash flows (continued)

(b) Returns on investments and servicing of finance

	2015 £	2014 £
Interest received	21,285	27,961
Interest paid	(2)	(2)
	<u>21,283</u>	<u>27,959</u>

(c) Taxation

	2015 £	2014 £
Corporation tax recovered	–	154,480
Corporation tax paid	(125,000)	(440,000)
Overseas tax paid	(603,062)	(489,107)
	<u>(728,062)</u>	<u>(774,627)</u>

(d) Capital expenditure and financial investment

	2015 £	2014 £
Payments to acquire tangible fixed assets	(11,665)	(9,094)
	<u>(11,665)</u>	<u>(9,094)</u>

(e) Analysis of changes in net funds

	At 31 January 2014 £	Cash flows £	At 31 January 2015 £
Cash at bank and in hand	11,054,288	794,576	11,848,864

Notes to the financial statements

at 31 January 2015

21. Related party transactions

- (a) Amounts charged to the profit and loss account include fees for the promotional services of the beneficial shareholders (Sir J P McCartney, Mr R Starkey, Mrs Y O Lennon and Mrs O T Harrison) amounting to £1,430,250 each (2014 – £1,277,650 each) and name and likeness payments amounting to £1,037,750 each (2014 – £1,349,525 each).
- (b) The company is party to an agreement with Maclen (Music) Limited and its wholly owned subsidiary undertaking, Maclen Joint Limited, in which Mrs Y O Lennon and Sir J P McCartney each has a direct interest of 40% in the share capital. Apple Corps Limited provides administration services to Maclen Joint Limited for which £1,036,000 was included as income in the profit and loss account in the year (2014 – £1,025,000).
- (c) During the year, the company paid a dividend of £350,000 (2014 - £1,250,000) to Mrs Y O Lennon, a director and shareholder of the company.
- (d) At 31 January 2015, the company had the following receivables/(payables) with companies in which one or more of the shareholders of Apple Corps Limited has a beneficial interest:-

	2015	2014
	£	£
Maclen (Music) Limited	-	2,311
Maclen Joint Limited	465,033	549,673
Subafilms Limited	(99,511)	(17,095)
Apple Publishing Limited	5,000	20,000
Apple Films Limited	3,000	12,315

22. Controlling party

The company has no ultimate controlling party.