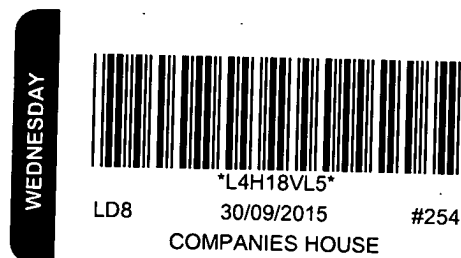


PUEBLO FILM LICENSING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR
31 DECEMBER 2014



MALDE & CO
Chartered Certified Accountants
99 Kenton Road
Kenton Harrow
Middlesex
HA3 0AN

PUEBLO FILM LICENSING LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2014

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2014.

PRINCIPAL ACTIVITIES

The principal activity of the company continues to be that of acquisition and sale of film distribution licenses and rights. The company is operating in a very competitive market. The future activity of the company is dependent on the development of German media market.

DIRECTORS

The directors who served the company during the year were as follows:

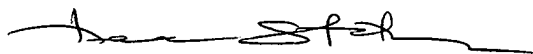
Mr B Hoefler
Ms H Statman
Ms N Harrison

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Registered office:
173 Cleveland Street
London
W1T 6QR

Signed on behalf of the directors



Ms.H.Statman
Director

Approved by the directors on 25 September 2015

PUEBLO FILM LICENSING LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2014

	Note	2014 €	2013 €
TURNOVER	2	278,114	863,622
Cost of sales		<u>279,395</u>	<u>827,271</u>
GROSS (LOSS)/PROFIT		(1,281)	36,351
Administrative expenses		107,139	(2,538)
Other operating income		<u>(802)</u>	<u>—</u>
OPERATING (LOSS)/PROFIT	3	(107,618)	38,889
Interest receivable		14,755	18,560
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(92,863)</u>	<u>57,449</u>
Tax on (loss)/profit on ordinary activities	5	—	35
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(92,863)</u>	<u>57,414</u>
Balance brought forward		<u>(883,774)</u>	<u>(941,188)</u>
Balance carried forward		<u>(976,637)</u>	<u>(883,774)</u>

The notes on pages 4 to 8 form part of these financial statements.

PUEBLO FILM LICENSING LIMITED

BALANCE SHEET

31 DECEMBER 2014

	Note	2014 €	2013 €
FIXED ASSETS			
Tangible assets	6		377
Investments	7		432,915
		<u>343</u>	<u>433,292</u>
CURRENT ASSETS			
Stocks	8	1,481,282	1,638,132
Debtors	9	593,823	292,607
Cash at bank		307,083	167,126
		<u>2,382,188</u>	<u>2,097,865</u>
CREDITORS: Amounts falling due within one year	10	<u>3,343,062</u>	<u>3,398,825</u>
NET CURRENT LIABILITIES		<u>(960,874)</u>	<u>(1,300,960)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(960,531)</u>	<u>(867,668)</u>
CAPITAL AND RESERVES			
Called up equity share capital	12	16,106	16,106
Profit and loss account		<u>(976,637)</u>	<u>(883,774)</u>
DEFICIT		<u>(960,531)</u>	<u>(867,668)</u>

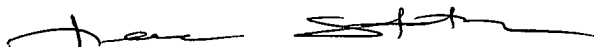
For the year ended 31 December 2014 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These accounts were approved by the directors and authorised for issue on 25 September 2015, and are signed on their behalf by:



Ms H Statman

Company Registration Number: 2716429

The notes on pages 4 to 8 form part of these financial statements.

PUEBLO FILM LICENSING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements are drawn up in Euros. The financial statements have been prepared under the historical cost convention, as modified by the method used to translate the issued share capital to Euros, and in accordance with applicable accounting standards.

Turnover

The turnover shown in the profit and loss account represents licensing income receivable from the sale of film and television rights in respect of titles delivered and are capable of being exploited for license term commencing during the year.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment - 33.33% on written down value

Stocks

Stocks represent film titles held for resale and are valued at the lower of cost and net realisable value.

Foreign currencies

Assets and liabilities in foreign currencies are translated into Euro at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into Euro at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

PUEBLO FILM LICENSING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2014

1. ACCOUNTING POLICIES *(continued)*

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

2. TURNOVER

Overseas turnover amounted to 100.00% (2013 - 100.00%) of the total turnover for the year.

3. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging/(crediting):

	2014	2013
	€	€
Depreciation of owned fixed assets	34	48
Net loss/(profit) on foreign currency translation	<u>75,061</u>	<u>(32,480)</u>

4. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were:

	2014	2013
	€	€
Aggregate remuneration	<u>4,027</u>	<u>3,807</u>

PUEBLO FILM LICENSING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014

5. TAXATION ON ORDINARY ACTIVITIES

Analysis of charge in the year

	2014	2013
	€	€
Current tax:		
UK Corporation tax based on the results for the year at 20% (2013 - 20%)	-	35
Total current tax	<u>-</u>	<u>35</u>

6. TANGIBLE ASSETS

	Total
	€
COST	
At 1 January 2014 and 31 December 2014	<u><u>16,523</u></u>
DEPRECIATION	
At 1 January 2014	16,146
Charge for the year	34
At 31 December 2014	<u><u>16,180</u></u>
NET BOOK VALUE	
At 31 December 2014	<u><u>343</u></u>
At 31 December 2013	<u><u>377</u></u>

7. INVESTMENTS

	Chinese Theatre Investments LP
	€
COST	
At 1 January 2014	432,915
Disposals	(432,915)
At 31 December 2014	<u><u>-</u></u>
NET BOOK VALUE	
At 31 December 2014	<u><u>-</u></u>
At 31 December 2013	<u><u>432,915</u></u>

PUEBLO FILM LICENSING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014

8. STOCKS

	2014 €	2013 €
Distribution Rights	<u>1,481,282</u>	<u>1,638,132</u>

The directors have valued these distribution rights

9. DEBTORS

	2014 €	2013 €
Trade debtors	9,830	13,288
VAT recoverable	379	7,049
Other debtors	563,038	241,396
Prepayments and accrued income	20,576	30,874
	<u>593,823</u>	<u>292,607</u>

All debtors are repayable within one year of the balance sheet date.

10. CREDITORS: Amounts falling due within one year

	2014 €	2013 €
Trade creditors	2,209,491	2,355,866
Amounts owed to group undertakings	213,947	178,599
Other creditors including taxation and social security:		
Corporation tax	35	35
PAYE and social security	58	54
Directors current accounts	–	3,939
Other creditors	912,887	856,139
Accruals and deferred income	6,644	4,193
	<u>919,624</u>	<u>864,360</u>
	<u>3,343,062</u>	<u>3,398,825</u>

Certain trade creditors amounting € 2,168,820 are only payable out of future earnings of certain film distribution rights.

11. RELATED PARTY TRANSACTIONS

The ultimate parent undertaking and ultimate controlling party is Pueblo Film AG, a company incorporated in Switzerland.

Mr. B Hoefler has an interest in Pueblo Film AG by virtue of him being a director of and holding controlling equity interest in the issued share capital of that company.

During the period, the company incurred administration fee of € 32,637 to Pueblo Film AG and paid € 319,425 to Pueblo Film AG to invest on its behalf.

At the Balance Sheet date the Pueblo Film AG owed € 105,478 to the company.

PUEBLO FILM LICENSING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2014

12. SHARE CAPITAL

The allotted, called up and fully paid share capital of the company is 10,000 £1 ordinary shares.

The Euro value of the issued share capital is calculated by converting from sterling, using the rate of exchange ruling as at 31 December 2000.

13. ULTIMATE PARENT COMPANY

The ultimate parent undertaking and ultimate controlling party is Pueblo Film AG, a company incorporated in Switzerland. The directors believe that Bruno Hoefler ultimately controls the company.