

Working Title Films Limited

Directors' report and financial statements

For the year ended 31 December 2006

Registered number 2755827

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Working Title Films Limited

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Working Title Films Limited

Directors' report

The directors present their report and the financial statements for the year ended 31 December 2006

Principal activities

The principal activity of the company is the development and production of films and television series. It is considered likely that the company's principal activity will remain unchanged in the foreseeable future.

Results and dividends

The profit for the year, after taxation, amounted to £220,000 (2005: £15,041,000).

The directors do not recommend the payment of a dividend (2005: £nil).

Directors and directors' interests

The directors who held office during the year and up to the date of the Directors' report were:

T J Bevan
E N Fellner
P E Hutton (resigned 19 March 2007)

The directors who held office during the year had no interests in the ordinary share capital of the company. Disclosures in relation to share options held by the directors in fellow group undertakings are disclosed in the financial statements of the group undertakings to which they relate.

At no time during the year ended 31 December 2006 did the directors have any other interests that are required to be disclosed under section 324 of the Companies Act 1985.

Provision of information to auditors

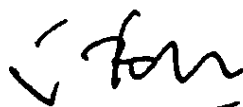
Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- each 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's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

Auditors

The auditors, KPMG LLP, are deemed to be reappointed in accordance with section 386 of the Companies Act 1985 by virtue of an elective resolution passed by the members on 14 April 1998.

This report was approved by the board on 28 March 2007 and signed on its behalf



Tim Bevan
Director

Prospect House
80-110, New Oxford Street
London
WC1A 1HB

Working Title Films Limited

Statement of directors' responsibilities for the year ended 31 December 2006

The directors are responsible for preparing the Annual report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the surplus or deficit 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 applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Working Title Films Limited

Independent auditors' report to the members of Working Title Films Limited

We have audited the financial statements of Working Title Films Limited for the year ended 31 December 2006, which comprise the Profit and loss account, the Balance sheet, the Cash flow statement and the related notes. These financial statements have been prepared in accordance with the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Working Title Films Limited

Independent auditors' report to the members of Working Title Films Limited

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2006 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' report is consistent with the financial statements

KPMG LLP

KPMG LLP

Chartered Accountants
Registered Auditors

1 Puddledock
London
EC4V 3PD
United Kingdom

Date *31 March, 2008*

Working Title Films Limited

Profit and loss account for the year ended 31 December 2006

	Note	2006 £000	2005 £000
Turnover	2	9,500	10,374
Administrative expenses		(9,206)	(11,057)
Other operating income		-	16,113
		<hr/>	<hr/>
Operating profit	3	294	15,430
Income from fixed asset investments		7	-
Interest receivable and similar income	7	149	99
Interest payable and similar charges	8	-	(486)
		<hr/>	<hr/>
Profit on ordinary activities before taxation		450	15,043
Tax on profit on ordinary activities	9	(230)	(2)
		<hr/>	<hr/>
Profit on ordinary activities after taxation		220	15,041
		<hr/>	<hr/>

All amounts relate to continuing operations

There were no recognised gains and losses for 2006 or 2005 other than those included in the profit and loss account

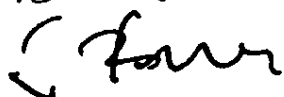
The notes on pages 8 to 24 form part of these financial statements

Working Title Films Limited

Balance sheet as at 31 December 2006

	Note	£000	2006 £000	£000	2005 £000
Fixed assets					
Tangible fixed assets	10		175		150
Fixed asset investments	11		1		1
			<u>176</u>		<u>151</u>
Current assets					
Stocks	12	4,013		2,135	
Debtors	13	3,040		4,159	
Cash at bank and in hand		6,440		4,478	
		<u>13,493</u>		<u>10,772</u>	
Creditors amounts falling due within one year	14	(13,703)		(11,185)	
Net current liabilities			<u>(210)</u>		<u>(413)</u>
Total assets less current liabilities			<u>(34)</u>		<u>(262)</u>
Capital and reserves					
Called up share capital	16		-		-
Other reserves	17		8		-
Profit and loss account	17		(42)		(262)
Shareholders' deficit	18		<u>(34)</u>		<u>(262)</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on
28 March 2008.



Tim Bevan
Director

The notes on pages 8 to 24 form part of these financial statements

Working Title Films Limited

Cash flow statement for the year ended 31 December 2006

	Note	2006 £000	2005 £000
Net cash flow from operating activities	19	1,911	(3,543)
Returns on investments and servicing of finance	20	149	99
Capital expenditure and financial investment	20	(98)	(129)
Increase/(Decrease) in cash in the year		<u>1,962</u>	<u>(3,573)</u>

Reconciliation of net cash flow to movement in net funds/debt for the year ended 31 December 2006

		2006 £000	2005 £000
Increase/(Decrease) in cash in the year	21	<u>1,962</u>	<u>(3,573)</u>
Movement in net debt in the year		1,962	(3,573)
Net funds at 1 January 2006		<u>4,478</u>	<u>8,051</u>
Net funds at 31 December 2006		<u>6,440</u>	<u>4,478</u>

The notes on pages 8 to 24 form part of these financial statements

Working Title Films Limited

Notes to the financial statements

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements, except as noted below

In these financial statements the following new standard has been adopted for the first time

- FRS 20 'Share-based payments'

The accounting policy under this new standard is set out below together with an indication of the effects of its adoption

The corresponding amounts in these financial statements have not been restated as the effect of adopting FRS 20 is not material

1.1 Basis of preparation of financial statements

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

The financial statements have been prepared on a going concern basis as the company has received confirmation from Universal Pictures Holdings UK Limited, the immediate parent undertaking to the company, that it will continue to provide financial and other support to the extent necessary to enable the company to continue to pay its liabilities as and when they become due for the period not less than one year from the date of approval of these financial statements

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 228A of the Companies Act 1985. These financial statements therefore present information about the company as an individual undertaking and not about its group

1.2 Turnover

Turnover represents the invoiced value of film production services supplied during the year excluding value added tax

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Leasehold improvement	-	Over the life of the lease
Motor vehicles	-	4 years
Fixtures, fittings and equipment	-	5 years
Office equipment	-	3 to 5 years

1.4 Investments

Investments in subsidiaries are valued at cost less provision for impairment.

Working Title Films Limited

Notes to the financial statements

1 Accounting policies (continued)

1.5 Leasing and hire purchase

Where assets are financed by leasing agreement that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged in the profit and loss account. The interest is charged in the profit and loss account. The capital element reduces the amounts payable to the lessor.

All other leases are treated as "operating leases". The annual rentals charged in the profit and loss account over the lease term.

1.6 Stocks and work in progress

Work in progress is valued at the lower of cost and net realisable value.

1.7 Taxation

Taxation for the year is based on the profit for the year.

Full provision is made for deferred tax liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.8 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.9 Pensions

The expected cost of the pension scheme is charged to the profit and loss account in order to apportion the cost of the pensions over the service lives of employees in the scheme. The effects of variations from regular costs are spread over the remaining working lifetime of the members of the scheme after making suitable allowances for future withdrawals.

Working Title Films Limited

Notes to the financial statements

1 Accounting policies (continued)

1 10 Film production and development costs

Development expenditure is capitalised as work in progress with 50% expensed to the profit and loss account immediately. Upon approval for a production to be undertaken, the amount previously expensed is reversed. When it is decided that a project is not to be pursued within the foreseeable future, then the costs are provided in full.

1 11 Share based payments

Share options and restricted units over the shares of General Electric Company, the ultimate parent entity are granted to certain employees and executives of the company. The fair value of options and units granted is recognised as an employee expense with a corresponding increase in equity, 'other reserve'.

The fair value is measured at grant date using the Black-Scholes option pricing model, and is recognised as an expense over the period the employees become unconditionally entitled to the options/units. The amount recognised as an expense is adjusted to reflect the actual number of options/units expected to vest.

Any recharges by the ultimate parent entity are offset against the 'other reserve'.

In addition the company has established an employee share ownership scheme, under which employees are able to acquire a number of shares in the ultimate parent company, General Electric Company, with the company matching the employees' purchases. The company's costs of these purchases are charged to the profit and loss account as incurred.

2 Turnover

A geographical analysis of turnover is as follows:

	2006 £000	2005 £000
United Kingdom	130	111
USA	9,370	10,263
	<u>9,500</u>	<u>10,374</u>

Working Title Films Limited

Notes to the financial statements

3 Operating profit

The operating profit is stated after charging/(crediting)

	2006 £000	2005 £000
Depreciation of tangible fixed assets		
- owned by the company	73	69
Operating lease rentals		
- land and buildings	229	229
- other operating leases	25	29
Difference on foreign exchange	772	(563)
Release of intercompany loan	-	16,113
Provision for production development costs	3,229	7,637
	<u>3,229</u>	<u>7,637</u>

4 Auditors' remuneration

	2006 £000	2005 £000
Fees payable to the company's auditor for the audit of the company's annual accounts	50	45
	<u>50</u>	<u>45</u>

5 Staff costs

Staff costs, including directors' remuneration, were as follows

	2006 £000	2005 £000
Wages and salaries	2,377	2,262
Social security costs	364	304
Other pension costs	232	159
	<u>2,973</u>	<u>2,725</u>

The average monthly number of employees, including the directors, during the year was as follows

	2006 No	2005 No
Administration	35	36
	<u>35</u>	<u>36</u>

6 Directors' remuneration

	2006 £000	2005 £000
Emoluments	22	21
	<u>22</u>	<u>21</u>

During the year retirement benefits were accruing to 2 directors (2005: 2) in respect of defined benefit pension schemes

Working Title Films Limited

Notes to the financial statements

7 Interest receivable and similar income

	2006 £000	2005 £000
Bank interest receivable	149	99

8 Interest payable and similar charges

	2006 £000	2005 £000
On loans from group undertakings	-	486

9. Taxation

	2006 £000	2005 £000
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	224	-
Deferred tax		
Origination and reversal of timing differences	4	2
Adjustment in respect of prior years	2	-
Total deferred tax (see note 15)	6	2
Tax on profit on ordinary activities	230	2

Working Title Films Limited

Notes to the financial statements

9 Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2005 lower than) the standard rate of corporation tax in the UK (30%). The differences are explained below

	2006 £000	2005 £000
Profit on ordinary activities before tax	<u>450</u>	<u>15,043</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (2005 30%)	135	4,512
Effects of		
Expenses not deductible for tax purposes	95	74
Depreciation in excess of capital allowances	(4)	(2)
Non-taxable release of intercompany loan balance	-	(4,834)
Group relief not paid for	-	250
Non taxable income	(2)	-
Current tax charge for the year (see note above)	<u>224</u>	<u>-</u>

Factors that may affect future tax charges

Any future tax charges may be impacted by the announced change in the rate of corporation tax from 30% to 28%, effective from 1 April 2008. The impact of this has not been quantified in the financial statements, as the directors do not consider it practicable to do so.

Working Title Films Limited

Notes to the financial statements

10 Tangible fixed assets

	Leasehold improvements £000	Furniture and fittings £000	Office equipment £000	Total £000
Cost				
At 1 January 2006	333	495	227	1,055
Additions	-	30	68	98
Disposals	(288)	(456)	(119)	(863)
Transfer between classes	(45)	-	45	-
At 31 December 2006	-	69	221	290
Depreciation				
At 1 January 2006	295	473	137	905
Charge for the year	10	32	31	73
On disposals	(288)	(456)	(119)	(863)
Transfer between classes	(17)	-	17	-
At 31 December 2006	-	49	66	115
Net book value				
At 31 December 2006	-	20	155	175
At 31 December 2005	38	22	90	150

The cost of finance lease included in office equipment is £nil (2005 £51,000) and the accumulated depreciation at the end of year is £nil (2005 £51,000)

Working Title Films Limited

Notes to the financial statements

11 Fixed asset investments

Shares in
group under-
takings
£000

Cost or valuation

At 1 January 2006 and 31 December 2006

1

The company owned the entire ordinary share capital of the following entities registered in England and Wales

Subsidiary undertakings	Principal activity
OZ Films Limited	Film production
Town Square Films Limited	Film production
Edsel Films Limited	Dormant
Speechless Features Limited	Film production
Washington Films (UK) Limited	Film production
Sixpence Films Limited	Film production
Tallis Pictures Limited	Film production
Lacrosse Films Limited	Film production
Haricot Films Limited	Film production
Middle of Nowhere Productions Limited	Film production
Frigate Films Limited	Film production
Compound Films Limited	Film production
Working Title Music Limited	Dormant
Working Title Theatre Productions Limited	Dormant
It Is Now Films Limited	Film production
Virginia Films Limited	Film production
WT Films Production Limited	Film production
Khumbu Films Limited	Film production
TFP Productions Limited	Film production

Working Title Films Limited

Notes to the financial statements

12 Stocks

	2006 £000	2005 £000
Work in progress	<u>4,013</u>	<u>2,135</u>

13 Debtors

	2006 £000	2005 £000
Trade debtors	87	359
Amounts owed by group undertakings	2,684	3,573
Other debtors	158	53
Prepayments and accrued income	86	143
Deferred tax asset (see note 15)	25	31
	<u>3,040</u>	<u>4,159</u>

Amounts owed by group undertakings are unsecured, interest-free and have no fixed repayment date

14 Creditors Amounts falling due within one year

	2006 £000	2005 £000
Trade creditors	843	607
Amounts owed to group undertakings	4,288	3,674
Corporation tax	868	644
Other creditors	413	585
Accruals and deferred income	7,291	5,675
	<u>13,703</u>	<u>11,185</u>

15 Deferred tax asset

	2006 £000	2005 £000
At 1 January 2006	31	33
Charge for the year	(6)	(2)
At 31 December 2006	<u>25</u>	<u>31</u>

Working Title Films Limited

Notes to the financial statements

15 Deferred tax asset (continued)

The deferred tax asset is made up as follows

	2006 £000	2005 £000
Differences between accumulated depreciation and capital allowances	25	31

There were no amounts of unprovided deferred taxation at 31 December 2006 and 31 December 2005

16 Share capital

	2006 £000	2005 £000
Authorised		
1,000 ordinary shares shares of £1 each	1	1
Allotted, called up and fully paid		
100 ordinary shares shares of £1 each	-	-

17 Reserves

	Other reserves £000	Profit and loss account £000
At 1 January 2006	-	(262)
Profit for the year		220
Equity compensation expense recognised during the year	8	
At 31 December 2006	8	(42)

18 Reconciliation of movement in shareholders' deficit

	2006 £000	2005 £000
Opening shareholders' deficit	(262)	(15,303)
Profit for the year	220	15,041
Employee share based equity reserve	8	-
Closing shareholders' deficit	(34)	(262)

Working Title Films Limited

Notes to the financial statements

19 Net cash flow from operations

	2006 £000	2005 £000
Operating profit	294	15,430
Depreciation of tangible fixed assets	73	69
(Increase)/decrease in stocks	(1,878)	4,436
Decrease/(increase) in debtors	1,120	(1,616)
Increase/(decrease) in creditors	2,294	(21,862)
Non cash charges on account of share based payments	8	-
Net cash inflow/(outflow) from operations	1,911	(3,543)

20 Analysis of cash flows for headings netted in cash flow statement

	2006 £000	2005 £000
Returns on investments and servicing of finance		
Interest received	149	99
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(98)	(129)

21 Analysis of changes in net funds

	1 January 2006 £000	Cash flow £000	Other non-cash changes £000	31 December 2006 £000
Cash at bank and in hand	4,478	1,962	-	6,440
Net funds	4,478	1,962	-	6,440

Working Title Films Limited

Notes to the financial statements

22 Pension commitments

The company is a member of the General Electric Retirement Savings Plan. The scheme is multi-employer scheme designed to provide retirement benefits for the majority of the NBC Universal group's UK employees.

The scheme is a defined contribution scheme, is independent of the group and is trustee administered. The scheme operates on a pre-funded basis. The funding policy is to contribute such variable amounts as will achieve a 100% funding level on a projected salary basis.

A small number of employees of the company are also members of a funded defined benefit pension scheme providing benefits based on final pensionable pay. The scheme is part of a group scheme, the GE Pension Plan, covering a number of United Kingdom subsidiary companies of General Electric Company. Contributions are based on pension costs across the group. Accordingly the company is unable to identify its share of the assets and liabilities of this scheme. The funding surplus/deficit in respect of this scheme is disclosed in the financial statements of IGE USA Investments. The last full actuarial valuation was carried out at 5 April 2006 by a qualified independent actuary. At this date there was a funding deficit of £100.4 million and a funding level of 80%.

Contributions to the scheme are charged to the profit and loss account so as to spread the cost of pensions over employees' working lives. The contributions are determined by a qualified actuary on the basis of triennial valuations, using the project unit method. Details of the most recent actuarial valuation are disclosed in the financial statements of IGE USA Investments.

The pension costs attributable to the company's employees in the United Kingdom for the year ended 31 December 2006 was £232,000 (2005: £159,000). As at 31 December 2006 there were no amounts outstanding to the pension fund (2005: £nil).

23 Share based payments

Certain employees of the company are selected to participate in share options and restricted units of General Electric Company under the terms of the General Electric Company Long Term Incentive Plan. Share options expire 10 years from grant date and vest over service periods ranging from one to five years. The option price is usually set as the closing day share price on grant date. Restricted units give the participants the right to receive shares in General Electric Company for no consideration. Restricted units vest over various service periods beginning three years from grant date through to grantee retirement. All grants of GE options under all plans must be approved by the Management Development and Compensation Committee of General Electric Company, which consists entirely of outside directors.

The recognition and measurement principles in FRS 20 have not been applied to share options granted before 7 November 2002.

(a) Share options

The number and weighted average exercise price of share options is as follows:

	2006 Weighted average exercise price £	2006 Number of options No	2005 Weighted average exercise price £	2005 Number of options No
Outstanding at the beginning of the year	-	-	-	-
Granted during the year	19.07	7,200	-	-
Outstanding at the end of the year	19.07	7,200	-	-

Working Title Films Limited

Notes to the financial statements

23 Share based payments (continued)

	2006 Weighted average exercise price £	2006 Number of options No	2005 Weighted average exercise price £	2005 Number of options No
Exercisable at the end of the year	-	-	-	-
		£		£
For share options exercised during the year weighted average share price on date of exercise		-		-
	Minimum £	Maximum £	Minimum £	Maximum £
Range of exercise price for outstanding options	19 07	19 07	-	-
		Years		Years
Weighted average remaining contractual life of outstanding options in years		9 31		-

Fair value for options granted

The fair value at grant date is determined using the Black-Scholes option pricing method. The key assumptions used in calculating the fair value of share options granted are detailed below.

	2006	2005
Weighted average fair value at measurement date	£4 70	£
Share price	£19 07	£
Exercise price	£19 07	£
Expected volatility (weighted average volatility)	25 40%	%
Option life (expected weighted average life)	6 19 years	years
Expected dividends	2 94%	%
Risk free interest rate	4 97%	%

The expected volatility was based on historical volatility.

The grants are subject to service conditions. Such conditions are not taken into account in the determination of the grant date fair value.

Working Title Films Limited

Notes to the financial statements

23 Share based payments (continued)

(b) Restricted units

The number of restricted units is as follows

	2006 Number	2005 Number
Outstanding at the beginning of the year	-	-
Granted during the year	1,600	-
Outstanding at the end of the year	1,600	-
Exercisable at the end of the year	-	-
Weighted average remaining contractual life of outstanding restricted units	9 31 years	years

Fair value of restricted units

The fair value of restricted units is calculated as the closing day share price on grant date

The grants are subject to service conditions. Such conditions are not taken into account in the determination of the grant date fair value

	2006	2005
Weighted average fair value at measurement date for restricted units granted during the year	19 07	-

(c) Expenses arising from share based payment transactions

	2006 £	2005 £
Share options	4,474	-
Restricted units	3,619	-
	8,093	-

24 Operating lease commitments

At 31 December 2006 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2006 £000	2005 £000	2006 £000	2005 £000
Expiry date				
Between 2 and 5 years	-	-	333	-
After more than 5 years	251	251	-	-

Working Title Films Limited

Notes to the financial statements

25 Related party disclosure

	Amount (credited)/ charged 2006 £000	Receivable/ (payable) at 31 December 2006 £000	Amount (credited)/ charged 2005 £000	Receivable/ (payable) at 31 December 2005 £000
Film production companies (listed overleaf)				
Productions cost/fees	(4,447)	465	(2,420)	1,198
Loans	-	(1)	(1,662)	1,661
Universal Pictures Productions Limited				
Loan	-	-	486	-
Release of loan balance	-	-	(16,113)	-
Universal TV Limited(formerly WTTV Limited)				
Overhead costs	58	(10)	56	(60)
Management fee	(100)	-	(100)	-
Universal City Studios LLC				
Production costs and overheads	14	(14)	(182)	180
Producer fees	(763)	2,016	(142)	73
Working Title Group Inc				
Overhead costs	641	(3,658)	253	(3,017)
Producer Services Limited				
Overhead costs	-	(597)	-	(597)
Smokin Aces LLC				
Production costs	(843)	52	-	457
Universal Pictures International Entertainment Limited				
Overhead costs	442	(5)	-	-
Definitely Films LLC				
Production Costs	(677)	138	-	-
Other				
Aggregate of immaterial balances owed to/from related parties	(11)	10	(7)	3

Working Title Films Limited

Notes to the financial statements

25 Related party disclosure (continued)

Nature of relationship

Film production companies

Each of the following is a wholly-owned subsidiary of Working Title Films Limited. In addition TJ Bevan and EN Fellner are both directors of these companies

It Is Now Films Limited
 Khumbu Films Limited
 Compound Films Limited
 Washington Films (UK) Limited
 Middle of Nowhere Productions Limited
 Frigate Films Limited
 Sixpence Films Limited
 Oz Films Limited
 TFP Productions Limited
 Town Square Films Limited
 Lacrosse Films Limited
 Virginia Films Limited
 Edsel Films Limited
 Working Title Music Limited
 Haricot Films Limited
 Working Title Theatre Productions Limited
 WT Film Productions Limited
 Speechless Features Limited
 Tallis Pictures Limited

Each of the following companies is a fellow subsidiary within the same group of companies as Working Title Films Limited

Universal Pictures Productions Limited
 Universal TV Limited (formerly WTTV Limited)
 Universal Pictures International Entertainment Limited
 Universal City Studios LLC
 Working Title Group Inc
 Producer Services Limited
 Smokin Aces LLC

In addition TJ Bevan is a director of Universal TV Limited (formerly WTTV Limited), Working Title Group Inc and Billy London Limited. EN Fellner is a director of Working Title Group Inc and Billy London Limited

Both TJ Bevan and EN Fellner are directors of WT2 Limited

	Amount (credited)/ charged 2006 £000	Receivable/ (payable) at 31 December 2006 £000	Amount (credited)/ charged 2005 £000	Receivable/ (payable) at 31 December 2005 £000
WT2 Limited				
Production costs/fees and overheads	(10)	10	(45)	9

Working Title Films Limited

Notes to the financial statements

26 Contingent liability

The company has undertaken to act as guarantor for the indebtedness of certain other group undertakings to their bankers

27 Ultimate parent undertaking and controlling party

The company's immediate parent undertaking is Universal Pictures Holdings UK Limited, a company registered in England and Wales

The smallest and largest group in which the results of the company are consolidated is that headed by the company's ultimate parent undertaking, General Electric Company, a company incorporated in the United States of America. The consolidated financial statements of this company are available to the public and may be obtained from 3135 Easton Turnpike, Fairfield, Connecticut 06828, USA or at www.ge.com