

Report & Financial Statements

For the year ended 31 December 2011

**Screenvision Holdings
(Europe) Limited**

Registered Number: 4159256



SCREENVISION HOLDINGS (EUROPE) LIMITED

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OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS:

Thierry Pasquet
Karine Pasquet

REGISTERED OFFICE:

2 – 6 Cannon Street
London
EC4M 6YH

AUDITORS:

Mazars LLP
Tower Bridge House
St Katharine's Way
London
E1W 1DD

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 31 December 2011. The comparatives are for the year ended 31 December 2010.

PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The Company is engaged in investment activities.

The profit for the year amounted to €12,970,960 (2010: loss of €108,077).

On 18 July 2011, Screenvision Capital SAS acquired all the shares of Screenvision (Holdings) Europe Limited, therefore becoming its new controlling party.

On 20 June 2011, Screenvision France SAS, a subsidiary, performed a capital reduction of €19,640,540, resulting in an increase in its reserves and retained earnings of €64,081,672 and cancellation of share premium for €44,436,761 and an increase in legal reserves of €4,371.

On 19 October 2011 Screenvision France SAS proceeded in another share capital reduction by extinguishing 1,089,948 shares for €10,899,480 in consideration for cash and an intercompany receivable

On 25 October 2011, Screenvision Group (Europe) Limited capitalised a loan due by Screenvision Holdings (Europe) Limited amounting to €1,556,574 by issuing 1,556,574 ordinary shares of €1 each, resulting in an increase in the Company's investment in Screenvision Group (Europe) Limited of that amount, which was immediately impaired.

On 9 November 2011, Screenvision Group (Europe) Limited transferred a liability of €9,418,596 and €487,512 in cash to Screenvision Holdings (Europe) Limited.

On 9 November 2011, Screenvision Holdings (Europe) Limited proceeded in an equity restructuring which resulted in a share capital reduction from €62,050,003 to €3,697,426.

On 2 December 2011 a dividend of €2,520,313 was received from Screenvision France SAS for the year 2010.

GOING CONCERN

The company's only costs, beyond the funding requirements of its subsidiaries, are consultant and audit fees. Considering the cash as of today, the directors believe that the Company is sufficiently funded for the next 12 months

In assessing the going concern of the Company, the directors have assessed the risks related to the activity of its subsidiaries, Screenvision France SAS and Screenvision Group (Europe) Limited (a holding company with minimal operating expenses). Upon this assessment and considering the amount of cash available at the date of the signing of these financial statements, the directors believe that the Company will be able to meet its liabilities as they fall due for the next 12 months

DIRECTORS' REPORT (continued)**DIVIDENDS**

The directors do not propose a dividend for the year (2010: €Nil)

FINANCIAL INSTRUMENTS

The Company's principal financial instruments include financial assets and liabilities such as trade receivables, trade payables and borrowings arising from its operations. The Company is not exposed to material risk on the assessment of the assets, liabilities, financial position and profit or loss of the company and its subsidiary undertakings.

Liquidity risk

The Company is funded by share capital and through an intercompany account with its subsidiary Screenvision France SAS.

Interest rate risk

The Company is exposed to interest rate variation but does not use interest rate derivatives. Interest charge is mainly relating to an inter company loan with Screenvision France SAS.

POLICY AND PRACTICE ON PAYMENT OF TRADE PAYABLES

The Company's policy in relation to all its suppliers is to settle the terms of payment when agreeing the contractual terms and to abide by those terms provided that the supplier has provided the goods and services concerned

Operating expenses are mainly legal fees and audit fees. The average credit period taken on payables is consistent with group standards and terms of contracts/invoices.

DIRECTORS' REPORT (continued)**DIRECTORS**

The directors of the Company who served during the year were as follows:

T. Pasquet
K. Pasquet (appointed 18 July 2011)
J. Sharp (resigned 18 July 2011)
A. Garard (resigned 18 July 2011)
S. Rougeot (resigned 18 July 2011)
P. Andrau (resigned 18 July 2011)
A. Ross (resigned 18 July 2011)

DIRECTORS' INDEMNITY INSURANCE

The Company's Articles of Association provide, subject to the provisions of UK legislation, an indemnity for directors and officers of the Company in respect of liabilities they may incur in the discharge of their duties or in the exercise of their powers, including any liabilities relating to the defence of any proceedings brought against them which relate to anything done or omitted, or alleged to have been done or omitted, by them as officers or employees of the Company.

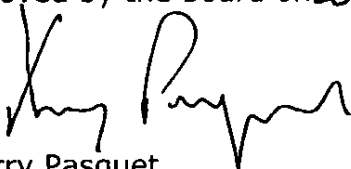
Appropriate directors' and officers' liability insurance cover has been in place in respect of all of the Company's directors through the year ended 31 December 2011 until the date of this Directors' report.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

Each director who held office at the date of approval of this report confirms that:

- so far as he or she is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- the director has taken all steps that he or she ought to have taken as director to make himself or herself aware of any relevant audit information and to establish that the Company's auditors are aware of this information.

Approved by the board on 20 April 2012 and signed on its behalf by



Thierry Pasquet
Director

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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 applicable law and regulations and International Financial Reporting Standards (IFRSs) as adopted for use by the European Union.

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 as at the end of the financial year and of the profit or loss of the Company for that period. In preparing those 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 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 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 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.

Independent auditor's report to the member of Screenvision Holdings (Europe) Limited

We have audited the financial statements of Screenvision Holdings (Europe) Limited for the year ended 31 December 2011 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement in Changes in Equity, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRS's) as adopted by the European Union and as applied in accordance with the provisions of the Companies Act 2006

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 5, 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 (APB's) Ethical Standards for Auditors. This report is made solely to the company's member 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 member 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 member for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's web-site at www.frc.org.uk/apb/scope/private.cfm.

Opinion on the 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 December 2011 and of the Company's profit for the year then ended,
- have been properly prepared in accordance with IFRSs as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent auditor's report to the member of Screenvision Holdings (Europe) Limited (continued)

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 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.



Samantha Russell
Senior Statutory Auditor
for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditor
Tower Bridge House
St Katharine's Way
London E1W 1DD
Date 01 June 2012

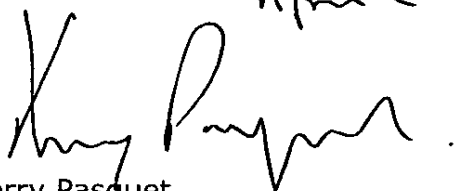
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2011

	Notes	2011 €000	2010 €000
Continuing Operations			
Administrative expenses		39	(67)
Expenses of winding up investments		-	(4)
Operating profit/(loss)	4	39	(71)
Impairment of investments and other assets	6	8,443	129
Finance income	5	4,489	-
Finance expenses	5	-	(166)
Profit/(loss) before taxation		12,971	(108)
Taxation	7	-	-
Profit/(loss) for the year attributable to the equity holders and total comprehensive income for the year		12,971	(108)

STATEMENT OF FINANCIAL POSITION as at 31 December 2011

Company number 4159256		2011	2010
	Notes	€000	€000
ASSETS			
Non-current assets			
Investments	8	10,000	-
Current assets			
Other receivables	9,12	1,178	2,735
Cash & cash equivalent	11,12	8,137	127
Total assets		19,315	2,862
LIABILITIES			
Current liabilities			
Trade and other payables	10,13	(34)	(151)
Financial liabilities	11,13	(5,600)	-
Total liabilities		(5,634)	(151)
Net assets / (liabilities)		13,681	2,711
Equity			
Share capital	14	3,708	62,050
Share premium		-	32,291
Retained earnings / (loss)		9,973	(91,630)
Total shareholders' funds		13,681	2,711

The financial statements were approved and authorised for issue by the Board of Directors on 20 April 2012



Thierry Pasquet
Director

STATEMENT OF CHANGES IN EQUITY
For the year ended 31 December 2011

	Share capital €000	Share premium €000	Retained earnings €000	Total €000
At 1 January 2010	62,050	19,200	(91,522)	(10,272)
Loss for the financial year	-	-	(108)	(108)
Issue of equity shares	-	13,091	-	13,091
At 31 December 2010	62,050	32,291	(91,630)	2,711
Share capital reduction	(56,341)	(32,291)	88,632	-
Purchase of own shares	(2,001)	-	-	(2,001)
Gain for the financial year	-	-	12,971	12,971
At 31 December 2011	<u>3,708</u>	<u>-</u>	<u>9,973</u>	<u>13,681</u>

The company has cancelled the entirety of its share premium account and reduced its issued share capital by €56,341,000 by cancelling and extinguishing 18,255,493 of the issued A ordinary shares and 18,255,493 of the issued B ordinary shares. The Company then purchased 648,000 of its own A ordinary shares and 648,000 B ordinary shares for €2,001,000.

The payment of the consideration (€2,000,000) has been made out of capital in accordance with section 709 of the 2006 Act and is considered as a "permissible capital payment" under UK Companies Act and as a "remboursement d'apport non imposable" in accordance with Article 112 of the Code Général des Impôts in France.

STATEMENT OF CASH FLOWS
For the year ended 31 December 2011

	2011 €000	2010 €000
Cash flows from operating activities		
Gain from operations	8,482	58
Adjustments for:		
Impairment of investments and other assets	(8,443)	(129)
Operating cash flows before movement in working capital	39	(71)
Decrease in receivables	1,557	-
Decrease in payables	(117)	(15)
Net cash in from/(used in) operating activities	1,479	(86)
INVESTING ACTIVITY		
Dividends received	2,520	-
Decrease of group borrowings	(1,557)	-
Acquisition of trade assets of subsidiary, net of cash	(9,419)	-
Disposal of subsidiary, net of cash	9,419	-
FINANCING ACTIVITY		
Purchase of own shares	(2,000)	-
Increase in group borrowings	5,600	-
Cash acquired further to restructuring	1,968	-
Net increase / (decrease) in cash and cash equivalents	8,010	(86)
Cash and cash equivalents at beginning of year	127	213
Cash and cash equivalents at end of year	8,137	127
Reconciliation of gain from operations:		
	2011 €000	2010 €000
Operating result	39	(70)
Impairment	8,443	128
Gain from operation	8,482	58

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2011**1. GENERAL INFORMATION**

The Company is incorporated in the United Kingdom under the Companies Act 2006. The address of the registered office is given on page 1. The nature of the Company's operations and principal activities are set out in the Directors' Report

2. ACCOUNTING POLICIES**(a) Basis of accounting**

The financial statements have been prepared in accordance with International Reporting Standards (IFRS's) adopted for use in the European Union and therefore comply with Article 4 of the EU IAS regulations.

Adoption of new and revised standards

The following new and amended International Financial Reporting Standards (IFRS's) and International Financial Reporting Interpretations Committee (IFRIC) interpretations have been adopted in the financial statements,

- IAS 24 (revised) 'Related party disclosures' – effective 1 January 2011
- Improvements to IFRS's (Issued May 2010)

The Directors consider that the adoption of the above standards and interpretations had no impact on the results or net assets of the Company.

New standards and interpretations not yet applied

Standards issued but not yet effective up to the date of issuance of the Group's financial statements are listed below.

- IFRS 9, 'Financial instruments: Classification and measurement' – effective 1 January 2013,
- IAS 1, 'Presentation of Financial Statements' – effective 1 January 2013
- IFRS 12, 'Disclosures of involvement with other entities' – effective 1 January 2013
- IAS 27, 'Separate Financial Statements' – effective 1 January 2013
IAS 28, 'Investments in Associates and Joint Ventures' – effective 1 January 2013

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2011 (continued)

2. ACCOUNTING POLICIES**(a) Basis of accounting**

The directors anticipate that the adoption of these standards and interpretations in future periods will have no material impact on the financial statements of the Company.

The financial statements have been prepared on a historical cost basis and on a going concern basis. Please refer to note 3 for details regarding the assessment of going concern

(b) Foreign currency

The results and financial position are expressed in Euros, which is the functional currency of the Company as well as the presentation currency for the financial statements.

Transactions in foreign currencies are recorded at the exchange rates ruling on the dates of the transactions. At each balance sheet date, monetary assets and liabilities denominated in foreign currencies are translated into Euros at the relevant rates of exchange ruling on the balance sheet date. Gains and losses arising on retranslation are included in net profit or loss for the period, except for exchange differences arising on non-monetary assets and liabilities where the changes in fair value are recognised directly in equity.

(c) Consolidated financial statements

In accordance with section 400 the Companies Act 2006, the Company is exempt from preparing consolidated financial statements as the Company is a wholly owned subsidiary of Screenvision Capital SAS, which is registered in France. The Company is included in the consolidated financial statements of Screenvision Capital SAS. Consequently, these financial statements only disclose information about the Company and not about its group

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 December 2011 (continued)****2. ACCOUNTING POLICIES (continued)****(d) Investments**

Investments in subsidiaries are stated at cost less, where appropriate, provisions for impairment.

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

Recoverable amount is the higher of fair value less costs to sell and value in use. 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 which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

Where the impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised as income immediately.

(e) Other receivables

Other receivables are measured on initial recognition at fair value, and are subsequently measured at amortised costs using the effective interest rate method.

Other receivables are assessed periodically to detect any recoverability issues. Specific bad debts provisions are booked against any debt considered irrecoverable.

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 December 2011 (continued)****2. ACCOUNTING POLICIES (continued)****(f) Cash & cash equivalents**

Cash and cash equivalents comprise cash on hand and on demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

Cash & cash equivalents include cash and short term deposits net of outstanding bank overdrafts.

(g) Trade and other payables

Trade and other payables are measured on initial recognition at fair value, and are subsequently measured at amortised costs using the effective interest rate method.

Trade payables are due to vendors in respect of operating expenses. Payables are recorded according to the terms negotiated with them.

(h) Borrowings

Borrowings inclusive of interest-bearing bank loans and overdrafts are recorded at the proceeds received, net of direct issue costs. Finance charges, including premiums payable on settlement or redemption and direct issue costs, are accounted for on an accrual basis in the income statement using the effective interest rate method and are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise.

(i) Taxation

The tax expense represents the sum of the tax currently payable and movement in deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

Determination of deferred tax is based on a balance sheet approach. When the carrying value of an asset is higher than tax value or the carrying value of a liability is lower than tax value then a deferred tax liability must be recorded. When the carrying value of an asset is lower than tax value or the carrying value of a liability is higher than tax value then a deferred tax asset must be recorded.

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 December 2011 (continued)****2. ACCOUNTING POLICIES (continued)****(j) Taxation (continued)**

Deferred taxes include not only current tax situations but also potential tax situations (where operations would lead to future tax expense or revenue if certain conditions are met or if certain decisions are taken). A deferred tax asset is recognised only if it is probable that taxable profits will be available to enable the asset to be recovered. Tax is calculated according to the current rate of corporation tax.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS*Critical judgements in applying the Company's accounting policies*

In the process of applying the Company's accounting policies which are described in Note 2, management has made the following judgements that have the most significant effect on the amounts recognised on the financial statements:

Going concern

The company's only costs, beyond the funding requirements of its subsidiaries, are professional advisers and audit fees. Considering the net cash as of today, the directors believe that the Company is sufficiently funded for the next 12 months.

In assessing the going concern of the Company, the directors have assessed the risks related to the activity of its subsidiaries, Screenvision France SAS and Screenvision Group (Europe) Limited (a holding with minimal operating expenses). Upon this assessment and considering the amount of cash available at the date of the signing of these financial statements, the directors believe that the Company will be able to meet its liabilities as they fall due for the next 12 months.

Impairment of assets

The Company's investments were all fully impaired in prior years. Further to the Directors' consideration of the net assets of Screenvision France SAS following the restructuring of the group (€16.3m), its cash position and their assessment of expected future cash flows and cash funding requirements in the next twelve months in different scenarios, the €10m impairment of Screenvision France SAS has been fully reversed. A similar assessment has been performed in respect of its other subsidiary Screenvision Group (Holdings) Europe Ltd, resulting in the impairment being maintained (and additional €1,557,000 investment being fully impaired in the year), and in respect of other assets of Screenvision Holdings (Europe) Ltd which do not require impairment.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2011

4. OPERATING PROFIT / (LOSS)

This is stated after charging:

	2011 €000	2010 €000
Fees payable to the Company's auditor for the audit of the Company's annual accounts	14	20
Technical advice on group restructuring	10	-
	<u>14</u>	<u>-</u>

The Company had no employees during the year and no staff costs were incurred (2010: Nil).

None of the directors received remuneration from the Company or its subsidiaries for their services to the company for the year ended 31 December 2011 (2010: Nil).

5. FINANCE INCOME AND EXPENSES

	2011 €000	2010 €000
Dividend income	2,520	-
Cash from transfer of assets	1,969	-
	<u>4,489</u>	<u>-</u>
Interest payable to fellow group undertaking	-	(166)
	<u>-</u>	<u>(166)</u>

6. IMPAIRMENT OF INVESTMENTS AND OTHER ASSETS

	2011 €000	2010 €000
Reversal of impairment of investments	10,000	-
Impairment of subsidiary	(1,557)	-
Impairment of other assets	-	129
	<u>8,443</u>	<u>129</u>

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2011 (continued)

7. Taxation

(a) Recognised in the income statement

	2011 €000	2010 €000
Current tax:		
UK corporation tax	-	-
	<hr/>	<hr/>
Current tax for the year	-	-
Deferred tax	-	-
	<hr/>	<hr/>
	-	-
	<hr/> <hr/>	<hr/> <hr/>

(b) Factors affecting current tax for the year

Tax assessed on the loss on ordinary activities for the year differs from the standard rate of corporation tax in the UK of 26.5% (2010: 28%). The differences are reconciled below:

	2011 €000	2010 €000
Gain/(Loss) on ordinary activities before tax	12,971	(108)
	<hr/> <hr/>	<hr/> <hr/>
Gain/ (Loss) on ordinary activities multiplied by main rate of UK corporation tax of 26.5% (2010 : 28%)	3,437	(30)
Effects of:		
Expenses not deductible for tax purposes	2,779	-
Non taxable income	(6,206)	-
(Utilisation) /Creation of tax losses	-	-
	(10)	30
	<hr/>	<hr/>
	-	-
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NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2011 (continued)

7. Taxation (continued)

Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following item:

	2011	2010
	€000	€000
Tax losses carried forward	3,224	3,262
Deferred tax assets at 25% (2010 : 27%)	<u>806</u>	<u>881</u>

Deferred tax assets on tax losses have not been recognised because it is not probable that future profits will be available against which the Company can utilise these losses.

(c) Factors affecting future tax charges

A resolution was passed by Parliament on 26 March 2012 to reduce the corporation tax rate to 24% from 1 April 2012. However, as this charge was not substantially enacted by the balance sheet date, the 24% rate has not been reflected in these accounts. Instead deferred tax has been calculated at the rate of 25% which had been previously enacted to apply from 1 April 2012.

Further reductions to the corporation tax rates have been proposed in the March 2012 Finance Budget, to reduce the corporation tax rate by 1% per annum to 22% by 1 April 2014. However as none of these further reduced rates were substantially enacted by the balance sheet date, they are not included in these accounts either.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2011 (continued)

8. INVESTMENTS

	2011	2010
Shares in subsidiary undertakings	€000	€000
Cost.		
At 1 January	81,630	81,630
Additions	1,557	-
At 31 December	83,187	81,630
Amounts provided.		
At 1 January	(81,630)	(81,630)
Charge for the year	(1,557)	-
Amounts written back	10,000	-
At 31 December	(73,187)	(81,630)
Net book value:		
At 31 December	10,000	-

€10,000,000 of the €40,541,900 impairment in Screenvision France SAS was written back in the year.

Investments in subsidiary

As at 31 December 2011, the Company has the following subsidiaries:

Subsidiary	% of nominal value of issued ordinary shares held	Country of incorporation or registration	Activity
Screenvision France SAS	100%	France	Cinema Advertising
Screenvision Group (Europe) Limited	100%	UK	Holding company

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 December 2011 (continued)****9. OTHER RECEIVABLES**

	2011 €000	2010 €000
Amounts owed by subsidiary undertakings	<u>1,178</u>	<u>2,735</u>

The directors consider that the carrying amount of other receivables approximates their fair value. There is no receivable past due and not impaired as at 31 December 2011.

10. TRADE AND OTHER PAYABLES

	2011 €000	2010 €000
Trade payables	<u>34</u>	<u>151</u>

The directors consider that the carrying amount of trade and other payables approximates their fair value.

Operating expenses are mainly legal fees. The average credit period taken on payables is consistent with group standards and terms of contracts or invoices.

11. FINANCIAL INSTRUMENTS

The objectives of the Company's treasury activities are to manage financial risk, minimise adverse effects of fluctuations in the financial markets on the value of the Company's financial assets and liabilities and to ensure that the working capital requirements fit the needs of ongoing business.

a) Interest rate risk

The Company's policy is to manage interest rate risks and to maximise its return from its cash balances.

The Company's main interest risk relates to variable rates on group borrowings.

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 December 2011 (continued)****11. FINANCIAL INSTRUMENTS (continued)****a) Interest rate risk (continued)*****Cash held at the bank***

Certain cash balances are deposits on fixed interest terms, but are never lodged for more than three months to ensure that the Company does not suffer unduly from the risk of interest rate variation.

	2011 €000	2010 €000
Cash held at bank	1,137	127
Short term deposits (max. 3 months)	7,000	-
	<u>8,137</u>	<u>127</u>

Financial liabilities

	2011 €000	2010 €000
Amounts owed to group undertakings	<u>5,600</u>	<u>-</u>

The directors consider that the carrying amount of financial liabilities approximates their fair value. All financial liabilities are due within one year

The subsidiary's loan to the Company bears an interest equivalent to the EONIA rate (2010: 0%) per annum. The impact of a reasonably possible change in variable interest rates on the Company's borrowings is not material as the financial liability was taken on on 20 December 2011

b) Liquidity risk

The Company manages its cash and borrowing requirements internally to maximize interest income and minimize interest expense, whilst endeavouring to ensure that the Company has sufficient liquid resources to meet the operating needs of its businesses.

All liabilities are due within 6 months.

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 December 2011 (continued)****12. FINANCIAL ASSETS BY CATEGORY**

	2011	2010
	€000	€000
Current assets		
Loans and receivables measured at amortised cost		
- Other receivables	1,178	2,735
Cash and cash equivalent	8,137	127
	<u> </u>	<u> </u>

The directors consider that the carrying amount of the financial assets approximates their fair value

13. FINANCIAL LIABILITIES BY CATEGORY

	2011	2010
	€000	€000
Current liabilities		
Other financial instruments measured at amortised cost		
- Trade and other payables	34	151
- Financial liabilities	5,600	-
	<u> </u>	<u> </u>

The directors consider that the carrying amount of the financial liabilities approximates their fair value.

14. SHARE CAPITAL

	A ordinary		B ordinary	
	Authorised	Issued and	Authorised	Issued and
	€000	fully paid	€000	fully paid
		€000		€000
At 1 January 2010	40,000	31,025	40,000	31,025
Shares issued	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 December 2010	40,000	31,025	40,000	31,025
Capital reduction	-	(28,171)	-	(28,171)
Share repurchase	-	(1,000)	-	(1,000)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 December 2011	40,000	1,854	40,000	1,854
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

NOTES TO THE ACCOUNTS

For the year ended 31 December 2011 (continued)

14. SHARE CAPITAL (continued)

	A ordinary		B ordinary	
	Authorised number	Issued and fully paid number	Authorised number	Issued and fully paid number
At 1 January 2010	25,000,000	20,104,204	25,000,000	20,104,204
Shares issued	-	2	-	2
At 31 December 2010	25,000,000	20,104,206	25,000,000	20,104,206
Capital reduction	-	(18,255,493)	-	(18,255,493)
Share repurchase	-	(648,000)	-	(648,000)
At 31 December 2011	25,000,000	1,200,713	25,000,000	1,200,713

15. ULTIMATE PARENT UNDERTAKING

The immediate and ultimate parent undertaking is Screenvision Capital SAS, whose consolidated financial statements, are available from the Company Secretary, 47 Quai Carnot, 92210 Saint Cloud, France.

16. CAPITAL MANAGEMENT POLICY

Capital includes shares attributable to the equity holders of the Company, Screenvision Holdings (Europe) Limited. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions.

No changes were made in the objectives, policies or processes of the Company during the years ending 31 December 2011 and 31 December 2010.

The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalent.

	2011 €000	2010 €000
Amounts owed to group undertakings	5,600	-
Trade and other payables	34	151
Less cash and short term deposits	(8,137)	(127)
Net debt	2,503	24
Share capital, share premium and non-distributable reserves	3,708	94,341
Capital and net debt	6,211	94,365

NOTES TO THE ACCOUNTS

For the year ended 31 December 2011 (continued)

17. RELATED PARTY TRANSACTIONS

	Loans due to related parties	Loans due by related parties	Dividends received from related parties
	€000	€000	€000
Screenvision France SAS			
- 2011	5,600	-	2,520
- 2010	7	-	-
Screenvision Group Ltd			
- 2011	-	1,178	-
- 2010	-	2,735	-
	<hr/>	<hr/>	<hr/>
Total			
- 2011	5,600	1,178	2,520
- 2010	7	2,735	-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>