

Registration number: 4195187

12 Yard Productions (Investments) Limited

Financial Statements

for the Year Ended 31 December 2014

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12 Yard Productions (Investments) Limited

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12 Yard Productions (Investments) Limited
Company Information

Directors	Andrew Culpin David McGraynor Denise O'Donoghue
Registered office	The London Television Centre Upper Ground London SE1 9LT
Auditor	KPMG LLP Chartered Accountants 15 Canada Square London E14 5GL

12 Yard Productions (Investments) Limited

Strategic Report for the Year Ended 31 December 2014

The directors present their strategic report for the year ended 31 December 2014.

Principal activity

The principal activity of 12 Yard Productions (Investments) Limited, 'the Company', is to produce game shows and reality and factual entertainment shows.

The Company operates mainly in the UK and derives revenue from the following sources: production revenues, distribution revenues, format revenues and other revenues (including music publishing and merchandising).

Fair review of the business

The results for the Company show a profit of £1,137,330 (2013: of £764,192) for the year and sales of £17,863,277 (2013: £15,629,928). At the balance sheet date the company had net assets of £9,272,714 (2013: assets £8,135,384)

Key performance indicators (KPIs)

Revenue changed compared with prior year: 14% (2013/2012: 23%)

Revenue growth of 14% on previous year, due to 3 new commissions including Gift Wrapped for ITV1, The Guest List for BBC1 and Revenge of the Egghead for BBC2. There was also growth due to a number of series being recommissioned.

Future developments

The key objective for the Company is to create and own returnable and internationally exploitable entertainment formats. Key actions to help meet these challenging targets are:


- Focus on returnable entertainment formats that can be produced in high volume for the UK
- Focus on entertainment formats which can be sold internationally both as changed format and as finished programming
- Focus on maximising off-air revenues through merchandising and licensing of entertainment properties

Principal risks and uncertainties

The management of the business and execution of the Company's strategy are subject to a number of risks. The key business risks and uncertainties affecting the Company are:

- Continuing pressure on budgets from Broadcasters. In order to mitigate this risk the Company looks to maximise its scale and expertise in formatted entertainment to amortise costs across our productions. As all formats have international potential we also look to grow revenues from foreign sales.
- Increased competition for international markets for formatted entertainment. In order to mitigate this risk the Company takes comfort from the excellent relationships it has with UK broadcasters. Success in the UK of our formats gives us a much greater chance of international success than many of our rivals.

Approved by the Board on 29/09/2015 and signed on its behalf by:



David McGraynor
Director

12 Yard Productions (Investments) Limited
Directors' Report for the Year Ended 31 December 2014

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

Directors of the company

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

Andrew Culpin
David McGraynor
Denise O'Donoghue

Certain directors benefit from third party qualifying indemnity provisions in place during the financial year and at the date of this report.

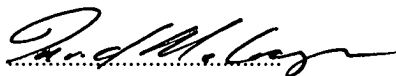
Disclosure of information to the auditor

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

Reappointment of auditor

KPMG Audit Plc resigned as auditor during the year pursuant to section 516 of the Companies Act 2006. The Directors have appointed KPMG LLP as auditor of the Company to fill the casual vacancy as auditor under section 485 of the Companies Act 2006.

Approved by the Board on ~~29/03/2015~~ 29/03/2015... and signed on its behalf by:



David McGraynor
Director

12 Yard Productions (Investments) Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report, Strategic 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 UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the results 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 judgements and accounting 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 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 generally responsible for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

12 Yard Productions (Investments) Limited Independent Auditor's Report

We have audited the financial statements of 12 Yard Productions (Investments) Limited for the year ended 31 December 2014, set out on pages 7 to 20. 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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities (set out on page 4), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

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

Opinion on 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 2014 and of its 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.

Opinion on other matter prescribed by the Companies Act 2006

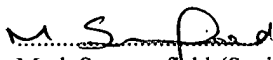
In our opinion the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

12 Yard Productions (Investments) Limited
Independent Auditor's Report

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Mark Summerfield (Senior Statutory Auditor)
For and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
15 Canada Square
London
E14 5GL

Date: 29/09/2015

12 Yard Productions (Investments) Limited
Profit and Loss Account for the Year Ended 31 December 2014

	Note	2014 £	2013 £
Turnover		17,863,277	15,629,928
Cost of sales		<u>(14,462,395)</u>	<u>(12,773,690)</u>
Gross profit		3,400,882	2,856,238
Administrative expenses		<u>(2,557,192)</u>	<u>(2,520,467)</u>
Operating profit		843,690	335,771
Other interest receivable and similar income	4	1,111,800	1,264,804
Interest payable and similar charges	5	<u>(817,263)</u>	<u>(834,243)</u>
Profit on ordinary activities before taxation		1,138,227	766,332
Tax on profit on ordinary activities	6	<u>(897)</u>	<u>(2,140)</u>
Profit for the financial year	13	<u><u>1,137,330</u></u>	<u><u>764,192</u></u>

Turnover and operating profit derive wholly from continuing operations.

A statement of total recognised gains and losses had not been included as part of these financial statements as the Company made no gains or losses in the year other than those disclosed above in the profit and loss account

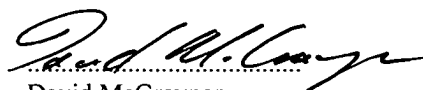
A note on historical cost profits and losses has not been included as part of these financial statements since the results as disclosed in the profit and loss account are prepared on an unmodified historical cost basis.

The Company has no recognised gains or losses for the year other than the results above.

12 Yard Productions (Investments) Limited
(Registration number: 4195187)
Balance Sheet as at 31 December 2014

	Note	2014 £	2013 £
Fixed assets			
Investments	8	3,138,464	3,138,464
Current assets			
Stocks	9	1,981,329	3,060,271
Debtors	10	16,053,109	41,036,183
Cash at bank and in hand		22,430	11,357
		<u>18,056,868</u>	<u>44,107,811</u>
Creditors: Amounts falling due within one year	11	<u>(11,922,618)</u>	<u>(39,110,891)</u>
Net current assets		<u>6,134,250</u>	<u>4,996,920</u>
Net assets		<u>9,272,714</u>	<u>8,135,384</u>
Capital and reserves			
Called up share capital	12	1	1
Profit and loss account	13	<u>9,272,713</u>	<u>8,135,383</u>
Shareholders' funds	14	<u>9,272,714</u>	<u>8,135,384</u>

Approved by the Board on ~~29/01/2015~~ 29/01/2015 and signed on its behalf by:


David McGraynor
Director

12 Yard Productions (Investments) Limited

Notes

1 Accounting policies

Basis of preparation

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

Exemption from preparing a cash flow statement

The company is exempt from preparing a cash flow statement as 90% or more of the voting rights are held within the group.

Exemption from preparing group accounts

The Company has taken advantage of the exemption provided by Section 400 of the Companies Act 2006 and has not prepared group accounts.

Going concern

The Company's business activities, together with the factors likely to affect its future development and position, are set out in the Business review section of the Strategic Report on pages 2 to 3.

The Company has considerable financial resources, and is expected to generate positive cashflows on its own account for the foreseeable future. As a consequence the directors believe that that company is well placed to manage its business risks effectively.

On this basis, the Company's directors have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements

Amounts owed (to) / from subsidiary undertakings

The Group operates an intra-group cash pool policy with certain 100% owned UK subsidiaries. The pool applies to bank accounts where there is an unconditional right of set off and involves the daily closing cash position for participating subsidiaries whether positive or negative, being cleared to £nil via daily bank transfers to/from ITV plc. These daily transactions create a corresponding intercompany creditor or debtor which can result in significant movements in amounts owed to and from subsidiary undertakings in the Company balance sheet.

Turnover

Turnover represents amounts receivable in respect of the production of television programmes and the exploitation of rights during the year, excluding Value Added Tax. Revenue is recognised upon delivery of the programme. Key classes of revenue are recognised on the following basis:

Programme production: On delivery of episode and acceptance by the customer

Programme rights: When rights are contracted and available for exploitation

12 Yard Productions (Investments) Limited

Notes

Depreciation

Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	3 to 4 years
Computer Equipment	3 to 4 years

Fixed asset investments

Fixed asset investments are stated at historical cost less provision for any diminution in value.

Stock

Stocks and work-in-progress are stated at the lower of cost and net realisable value. Cost includes materials, direct labour and production overheads appropriate to the relevant stage of production. Net realisable value is based on estimated selling price less all further costs to completion and all relevant selling and distribution costs.

Taxation

The charge for taxation is based on the profit or loss for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19.

Deferred tax assets are recognised to the extent that it is more likely than not that the asset will be recovered.

Foreign currency

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the profit and loss account

Pensions

The Company is a member of the Group's defined contribution pension scheme. Company contributions are charged to the profit and loss account as incurred.

12 Yard Productions (Investments) Limited

Notes

Shared-based payments

During the year the Company received a share based payment charge from its ultimate parent company, ITV plc.

The Company has dealt with this in accordance with FRS 20 'Share-based payment' and UITF 44 'Group and Treasury Share Transactions'.

The fair value of the employee services received in exchange for the grant of options is recognised as an expense. The total amount to be expensed over the vesting period is determined by reference to the fair value of the options granted, excluding the impact of any non-market vesting conditions. Non-market vesting conditions are included in assumptions about the number of options that are expected to vest. At each balance sheet date, the entity revises its estimate of the number of options that are expected to vest. It recognises the impact of the revision to original estimates, if any, in the profit and loss account.

2 Particulars of employees

The average number of persons employed by the company (excluding directors) during the year, analysed by category was as follows:

	2014 No.	2013 No.
Production	24	24

The aggregate payroll costs were as follows:

	2014 £	2013 £
Wages and salaries	4,148,621	3,473,620
Social security costs	367,892	296,770
Other pension schemes	187,598	139,531
	<u>4,704,111</u>	<u>3,909,921</u>

3 Directors' remuneration

The directors' remuneration for the year was as follows:

	2014 £	2013 £
Remuneration	<u>296,272</u>	<u>255,541</u>

In respect of the highest paid director:

	2014 £	2013 £
Remuneration	<u>296,272</u>	<u>255,541</u>

12 Yard Productions (Investments) Limited
Notes

4 Other interest receivable and similar income

	2014	2013
	£	£
Bank interest receivable	28	-
Other interest receivable	9,622	-
Interest receivable from group undertakings	<u>1,102,150</u>	<u>1,264,804</u>
	<u><u>1,111,800</u></u>	<u><u>1,264,804</u></u>

5 Interest payable and similar charges

	2014	2013
	£	£
Interest on loans from group undertakings	817,227	834,123
Other interest payable	<u>36</u>	<u>120</u>
	<u><u>817,263</u></u>	<u><u>834,243</u></u>

6 Taxation

Tax on profit on ordinary activities

	2014	2013
	£	£
Current tax		
UK Corporation tax	<u>-</u>	<u>-</u>
Total current tax	<u>-</u>	<u>-</u>
Deferred tax		
Origination and reversal of timing differences	897	1,075
Effect of changes in tax rates	<u>-</u>	<u>1,065</u>
Total deferred tax	<u><u>897</u></u>	<u><u>2,140</u></u>
Total tax on profit on ordinary activities	<u><u>897</u></u>	<u><u>2,140</u></u>

12 Yard Productions (Investments) Limited

Notes

Factors affecting current tax charge for the year

The tax on profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK (2013 - lower than the standard rate of corporation tax in the UK) of 21.5% (2013 - 23.25%).

The differences are reconciled below:

	2014 £	2013 £
Profit on ordinary activities before tax	1,138,227	766,332
Corporation tax at standard rate	244,719	178,172
Capital allowances in excess of depreciation	(964)	(1,249)
Permanent differences and group relief	(243,755)	(176,923)
Total current tax	-	-

Factors that may affect future tax charges

The corporation tax rate of 21.5% reflects the reduction in the rate from 23% to 21% effective from 1 April 2014. The Finance Act 2013, which provides for a reduction in the main rate of corporation tax from 21% to 20% effective from 1 April 2015, was substantively enacted on 17 July 2013. This rate reduction has been reflected in the calculation of deferred tax at the balance sheet date.

7 Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Total £
Cost			
At 1 January 2014	31,267	7,590	38,857
At 31 December 2014	31,267	7,590	38,857
Depreciation			
At 1 January 2014	31,267	7,590	38,857
At 31 December 2014	31,267	7,590	38,857
Net book value			
At 31 December 2014	-	-	-
At 31 December 2013	-	-	-

12 Yard Productions (Investments) Limited **Notes**

8 Investments

	2014 £	2013 £
Shares in group undertakings and participating interests	<u>3,138,464</u>	<u>3,138,464</u>

Shares in group undertakings and participating interests

	Subsidiary undertakings £
Cost	
At 1 January 2014	<u>3,138,464</u>
At 31 December 2014	<u>3,138,464</u>
Net book value	
At 31 December 2014	<u>3,138,464</u>
At 31 December 2013	<u>3,138,464</u>

Details of undertakings

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:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
Subsidiary undertakings				
12 Yard Limited	England and Wales	Ordinary	100%	Dormant company
12 Yard Productions Limited	England and Wales	Ordinary	100%	Dormant company
12 Yard (North) Productions Limited	England and Wales	Ordinary	100%	Dormant company
12 Yard Holdings Inc	United States of America	Ordinary	100%	Television Production

12 Yard Productions (Investments) Limited
Notes

9 Stocks

	2014	2013
	£	£
Stocks	<u>1,981,329</u>	<u>3,060,271</u>

10 Debtors

	2014	2013
	£	£
Trade debtors	42,000	1,061,007
Amounts owed by group undertakings	15,384,746	39,327,598
Other debtors	21,627	116,616
Deferred tax	5,129	6,026
Prepayments and accrued income	<u>599,607</u>	<u>524,936</u>
	<u>16,053,109</u>	<u>41,036,183</u>

Debtors includes (2013 - £21,627) receivable after more than one year.

	2014	2013
	£	£
Trade debtors	<u>-</u>	<u>21,627</u>

Deferred tax

The movement in the deferred tax asset in the year is as follows:

	Deferred tax
	£
At 1 January 2014	6,026
Charged to the profit and loss account	<u>(897)</u>
At 31 December 2014	<u>5,129</u>

Analysis of deferred tax

	2014	2013
	£	£
Difference between accumulated depreciation and amortisation and capital allowances	<u>5,129</u>	<u>6,026</u>

12 Yard Productions (Investments) Limited

Notes

11 Creditors: Amounts falling due within one year

	2014	2013
	£	£
Trade creditors	134,222	872,053
Amounts owed to group undertakings	6,746,813	34,723,088
Other creditors	2,472,871	2,012,791
Accruals and deferred income	2,568,712	1,502,959
	<u>11,922,618</u>	<u>39,110,891</u>

Included in amounts owed to group undertakings of £6,727,774 (2013: £34,723,088) are amounts of £6,727,774 (2013: £34,723,088) which attract no interest and are repayable on demand.

12 Called up share capital

Allotted, called up and fully paid shares

	No.	2014 £	No.	2013 £
Ordinary Shares A of £0.00 each	100,000	1.00	100,000	1.00
Ordinary Shares B of £0.00 each	8,696	0.09	8,696	0.09
	<u>108,696</u>	<u>1</u>	<u>108,696</u>	<u>1</u>

13 Reserves

	Profit and loss account £	Total £
At 1 January 2014	8,135,383	8,135,383
Profit for the year	<u>1,137,330</u>	<u>1,137,330</u>
At 31 December 2014	<u>9,272,713</u>	<u>9,272,713</u>

14 Reconciliation of movement in shareholders' funds

	2014 £	2013 £
Profit attributable to the members of the company	<u>1,137,330</u>	<u>764,192</u>
Shareholders' funds at 1 January	<u>8,135,384</u>	<u>7,371,192</u>
Shareholders' funds at 31 December	<u>9,272,714</u>	<u>8,135,384</u>

12 Yard Productions (Investments) Limited

Notes

15 Pension schemes

Defined contribution scheme

Total contributions recognised in the profit and loss account in relation to defined contribution schemes during 2014 were £152,638 (2013 - £110,617).

16 Share-based payments

Annual incentives are provided for the Senior Executive Group through the ITV Annual Bonus Scheme (Bonus). The performance conditions that apply are set on an individual basis and are closely linked to the Company's corporate, financial and strategic priorities. A bonus arrangement extends to all ITV employees, providing a comprehensive and fully integrated incentive framework which rewards all employees when ITV is successful.

The movements in the number of share options during the year were as follows:

	2014 Number (')	2013 Number (')
Outstanding at 1 January	267,490	174,310
Granted during the year - nil priced	34,056	78,760
Granted during the year - other	23,770	82,752
Forfeited during the year	(5,459)	(12,490)
Exercised during the year	(110,117)	(54,508)
Expired during the year	(4,327)	(1,333)
Outstanding at 31 December	205,413	267,491
Exercisable at 31 December	<u>4,464</u>	<u>-</u>

The movements in the weighted average exercise price of share options during the year were as follows:

	2014 £	2013 £
Outstanding at 1 January	14.52	11.06
Granted during the year - nil priced	0.00	0.00
Granted during the year	162.86	126.97
Forfeited during the year	28.67	7.69
Exercised during the year	9.02	5.97
Expired during the year	12.94	51.51
Outstanding at 31 December	32.97	14.52
Exercisable at 31 December	14.47	0.00

For those options exercised in the year, the average share price during 2014 was £1.98 (2013 - £1.50).

12 Yard Productions (Investments) Limited

Notes

Range of exercise prices (pence)	Weighted average exercise price (pence)	Number of options ('000)	2014			2013
			Weighted average remaining contractual life (years)	Weighted average exercise price (pence)	Number of options ('000)	Weighted average remaining contractual life (years)
Nil	-	6,130,475	1.97	-	7,876,934	1.90
20.0 - 49.99	35.00	597,574	1.68	31.50	1,703,275	1.86
50.00 - 69.99	65.76	740,604	2.87	58.46	190,922	1.05
70.00 - 99.99	73.69	207,351	2.27	74.67	331,586	3.00
100.00 - 109.99	-	-	-	106.25	207,946	0.53
110.00 - 119.99	-	-	-	-	-	-
120.00 - 149.99	-	-	-	143.27	151,296	0.03
150.00 - 199.99	-	-	-	-	-	-

Short term and deferred incentives

Annual incentives are provided for the Senior Executive Group through the ITV Annual Bonus Scheme (Bonus). The performance conditions that apply are set on an individual basis and are closely linked to the Company's corporate, financial and strategic priorities. A bonus arrangement extends to all ITV employees, providing a comprehensive and fully integrated incentive framework which rewards all employees when ITV is successful.

Long term incentive plans

LTIP awards made in 2014

The LTIP was approved by ITV plc shareholders at the AGM in May 2014. On 30 May 2014 awards were made under the LTIP to the Senior Executive Group in the form of nil-cost options, subject to performance over the period to 31 December 2016. 50% of any shares that vest can be exercised from the vesting date, the remaining 50% will be subject to a one-year holding period.

The Group's Remuneration Committee sets targets for the LTIP taking into account external forecasts, internal budgets, business priorities, and risks and uncertainties. Targets are set to be appropriately stretching in this context, with maximum performance set at a level which is considered to be the delivery of exceptional performance.

The awards made in 2014 are subject to performance measures and targets as set out below. Awards will be subject to an initial cumulative adjusted EPS performance gateway equal to that required for threshold performance (37.1p) before any portion of the award can vest.

12 Yard Productions (Investments) Limited

Notes

Performance measure	Strategic Report	Weightings	Threshold	Maximum
Cumulative adjusted EPS	£1	50%	37.1p	42.3p
Family SOV	£2	20%	23.05%	23.51%
Total non-NAR growth	£3.40	10%	5% growth pa	10% growth pa
International Production revenue	£4	10%	5% growth pa	15% growth pa
Online, Pay & Interactive revenue	£3	10%	5% growth pa	18% growth pa

Threshold vesting for all targets is 20%. Vesting between threshold and maximum is on a straight-line basis.

When assessing performance against the Family SOV target, the Group's Remuneration Committee will also have regard to the health of the main ITV channel.

Assumptions relating to grants of share options during 2014 and 2013:

Scheme name	Date of grant	Share price at grant (pence)	Exercise price (pence)	Expected volatility	Expected life (years)	Gross dividend yield %	Risk free rate %	Fair value (pence)
LTIP								
ITV - three year	01-May-14	183.50	-	*	3.00	*	*	183.50

Save as you Earn

ITV - three year	05-Apr-13	121.00	102.59	36.00%	3.25	2.89%	0.31%	31.40
ITV - five year	05-Apr-13	121.00	102.59	49.00%	5.25	2.89%	0.72%	46.08
ITV - three year	10-Sept-13	183.40	131.44	34.00%	3.25	1.91%	1.04%	62.85
ITV - five year	10-Sept-13	183.40	131.44	47.00%	5.25	1.91%	1.80%	84.32
ITV - three year	03-Apr-14	195.50	159.68	32.00%	3.25	2.15%	1.27%	53.78
ITV - five year	03-Apr-14	195.50	159.68	38.00%	5.25	2.15%	1.94%	70.41
ITV - three year	10-Sept-14	212.40	165.33	29.00%	3.25	1.98%	1.30%	61.14
ITV - five year	10-Sept-14	212.40	165.33	34.00%	5.25	1.98%	1.81%	74.29

Performance Share	Plan							
ITV - three year	01-Mar-13	123.40	-	*	3.00	*	*	123.40
ITV - three year	28-Mar-13	129.40	-	*	3.00	*	*	129.40

* Awards do not include market based performance conditions; therefore, Monte-Carlo or Black-Scholes model not required to calculate fair value.

12 Yard Productions (Investments) Limited

Notes

The expected volatility for awards made under the SAYE scheme reflects the historic volatility of ITV plc's share price and equity markets as a whole over the preceding three or five years, and depending on the expected life of the award, prior to the grant date of the share options awarded.

The Black-Scholes model is used to value the Save As You Earn Schemes as there do not have any market performance conditions. The ITV SAYE scheme is an Inland Revenue Approved SAYE scheme.

Share-based compensation charges totalled £67,938 in 2014 (2013: £162,466).

17 Contingent liabilities

Under a group registration, the Company is jointly and severally liable for VAT at 31 December 2014. The amount guaranteed is £58,000,000 (2013 - £51,000,000).

In the opinion of the directors, adequate allowance has been made in respect of this matter.

18 Related party transactions

The company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group.

19 Control

The Company is controlled by ITV Studios Limited. The ultimate controlling party is ITV plc. At 31 December 2014 the Company's immediate parent company was ITV Studios Limited, a company registered in England and Wales and the Company's ultimate parent company was ITV plc, a company registered in England and Wales.

The largest and smallest group in which the results of the Company were consolidated was that headed by ITV plc. The consolidated accounts of ITV plc are available to the public and may be obtained from www.itvplc.com or the Company Secretary, The London Television Centre, Upper Ground, SE1 9LT.