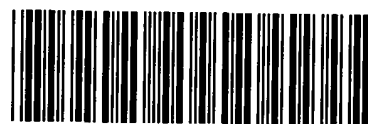


**Group Strategic Report,
Report of the Directors and
Consolidated Financial Statements
for the Year Ended 30th June 2015
for
Echo Studios Holdings Limited**

TUESDAY



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COMPANIES HOUSE

Echo Studios Holdings Limited

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for the Year Ended 30th June 2015**

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Echo Studios Holdings Limited
Company Information
for the Year Ended 30th June 2015

DIRECTORS:

F H Cardwell
Mrs P C Cardwell
M D Cardwell

REGISTERED OFFICE:

Sovereign House
155 High Street
Aldershot
Hampshire
GU11 1TT

REGISTERED NUMBER:

08474721 (England and Wales)

AUDITORS:

Whiteleys
Chartered Certified Accountants
& Statutory Auditor
Sovereign House
155 High Street
Aldershot
Hampshire
GU11 1TT

Echo Studios Holdings Limited
Group Strategic Report
for the Year Ended 30th June 2015

The directors present their strategic report of the company and the group for the year ended 30th June 2015.

REVIEW OF BUSINESS

The Company's principal activity continues to be that of a group holding company.

RESULTS AND PERFORMANCE

The results of the Group for the year, as set out on pages 6 to 22 show a profit on ordinary activities before taxation of £1,156,036 (2014: Profit of £392,965). The shareholders' funds of the Group total £7,011,923 (2015: £6,130,705).

The directors consider the results for the year ended 30 June 2015 are very satisfactory and reflect the strength of the subsidiary company, Echo Studios Limited. The revenue is represented by computerised photographic design and printing.

BUSINESS ENVIRONMENT

The design and print industry in which the subsidiary operates is highly competitive, the Group's target markets, however, have proved very resilient to the economic impact of a slow global economy. The impact of technology has been significant and the Group has continued to keep pace with new developments and invested in new technology.

STRATEGY

The Group's success has been and will continue to depend on being able to provide the best quality product by taking advantage of the most up to date equipment and technologies as well as the careful selection and pricing of new business.

The Group will continue to consolidate its position and concentrate its efforts on achieving maximum growth in its existing market segments.

KEY PERFORMANCE INDICATORS (KPI'S)

We have made significant progress throughout the year in relation to key elements of our strategy. The Board monitors the progress of the Group by reference to the following KPIs:

2015 (2014)

Group Net Revenue **£7.493m** (£6.678m)

Gross margin 67% (64%)

PRINCIPAL RISKS AND UNCERTAINTIES

The process of risk acceptance and risk management is addressed through robust internal policies, procedures and controls.

The board manages our cash and working capital to ensure the Company has the financial strength to meet its requirements and support the growth of the business.

ON BEHALF OF THE BOARD:



F H Cardwell - Director

22nd March 2016

**Report of the Directors
for the Year Ended 30th June 2015**

The directors present their report with the financial statements of the company and the group for the year ended 30th June 2015.

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of computerised photographic design and printing.

DIVIDENDS

No dividends will be distributed for the year ended 30th June 2015.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st July 2014 to the date of this report.

F H Cardwell
Mrs P C Cardwell
M D Cardwell

GOING CONCERN

No material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the directors.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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). 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 the group and of the profit or loss of the group 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;
- 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

**Report of the Directors
for the Year Ended 30th June 2015**

AUDITORS

The auditors, Whiteleys, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



F H Cardwell - Director

22nd March 2016

Report of the Independent Auditors to the Members of Echo Studios Holdings Limited

We have audited the financial statements of Echo Studios Holdings Limited for the year ended 30th June 2015 on pages seven to twenty three. 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 a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

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

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30th June 2015 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

**Report of the Independent Auditors to the Members of
Echo Studios Holdings Limited**

Matters on which we are required to report by exception

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

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

P T Whiteley (Senior Statutory Auditor)
for and on behalf of Whiteleys
Chartered Certified Accountants
& Statutory Auditor
Sovereign House
155 High Street
Aldershot
Hampshire
GU11 1TT

22nd March 2016

Echo Studios Holdings Limited
Consolidated Profit and Loss Account
for the Year Ended 30th June 2015

	Notes	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
TURNOVER		7,493,241	6,650,328
Cost of sales		<u>2,464,966</u>	<u>2,409,072</u>
GROSS PROFIT		5,028,275	4,241,256
Administrative expenses		<u>4,024,253</u>	<u>3,835,225</u>
		1,004,022	406,031
Other operating income		<u>193,052</u>	<u>14,400</u>
OPERATING PROFIT	3	1,197,074	420,431
Interest receivable and similar income		<u>1,210</u>	<u>1,544</u>
		1,198,284	421,975
Interest payable and similar charges	4	<u>42,248</u>	<u>29,010</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,156,036	392,965
Tax on profit on ordinary activities	5	<u>274,818</u>	<u>194,289</u>
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		<u>881,218</u>	<u>198,676</u>

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous period.

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the profits for the current year or previous period.

The notes form part of these financial statements

Echo Studios Holdings Limited

**Consolidated Balance Sheet
30th June 2015**

	Notes	2015 £	2014 £
FIXED ASSETS			
Intangible assets	7	4,324,076	4,564,302
Tangible assets	8	2,523,459	3,382,346
Investments	9	-	-
		<u>6,847,535</u>	<u>7,946,648</u>
CURRENT ASSETS			
Stocks	10	89,262	113,545
Debtors	11	1,984,351	1,680,926
Cash at bank and in hand		<u>680,567</u>	<u>483,440</u>
		2,754,180	2,277,911
CREDITORS			
Amounts falling due within one year	12	<u>1,442,165</u>	<u>2,123,884</u>
NET CURRENT ASSETS		<u>1,312,015</u>	<u>154,027</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		8,159,550	8,100,675
CREDITORS			
Amounts falling due after more than one year	13	(1,005,542)	(1,901,480)
PROVISIONS FOR LIABILITIES	16	<u>(142,085)</u>	<u>(68,490)</u>
NET ASSETS		<u><u>7,011,923</u></u>	<u><u>6,130,705</u></u>
CAPITAL AND RESERVES			
Called up share capital	17	5,800,000	5,800,000
Capital redemption reserve	18	800,000	500,000
Profit and loss account	18	<u>411,923</u>	<u>(169,295)</u>
SHAREHOLDERS' FUNDS	20	<u><u>7,011,923</u></u>	<u><u>6,130,705</u></u>

The financial statements were approved by the Board of Directors on 22nd March 2016 and were signed on its behalf by:



F H Cardwell - Director

The notes form part of these financial statements

Echo Studios Holdings Limited

**Company Balance Sheet
30th June 2015**

	Notes	2015 £	2014 £
FIXED ASSETS			
Intangible assets	7	-	-
Tangible assets	8	2,180,404	2,926,229
Investments	9	<u>5,800,000</u>	<u>5,800,000</u>
		7,980,404	8,726,229
CURRENT ASSETS			
Debtors	11	52,805	73,295
Cash at bank		<u>72,373</u>	<u>257,820</u>
		125,178	331,115
CREDITORS			
Amounts falling due within one year	12	<u>142,334</u>	<u>406,630</u>
NET CURRENT LIABILITIES		<u>(17,156)</u>	<u>(75,515)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		7,963,248	8,650,714
CREDITORS			
Amounts falling due after more than one year	13	(1,000,000)	(2,279,783)
PROVISIONS FOR LIABILITIES	16	<u>(110,442)</u>	-
NET ASSETS		<u>6,852,806</u>	<u>6,370,931</u>
CAPITAL AND RESERVES			
Called up share capital	17	5,800,000	5,800,000
Capital redemption reserve	18	800,000	500,000
Profit and loss account	18	<u>252,806</u>	<u>70,931</u>
SHAREHOLDERS' FUNDS	20	<u>6,852,806</u>	<u>6,370,931</u>

The financial statements were approved by the Board of Directors on 22nd March 2016 and were signed on its behalf by:



F H Cardwell - Director

The notes form part of these financial statements

Echo Studios Holdings Limited

**Consolidated Cash Flow Statement
for the Year Ended 30th June 2015**

	Notes	Year Ended 30.6.15		Period 5.4.13 to 30.6.14	
		£	£	£	£
Net cash inflow from operating activities	1		1,399,145		450,815
Returns on investments and servicing of finance	2		(41,038)		(27,466)
Taxation			(325,431)		146,994
Capital expenditure	2		<u>483,212</u>		<u>(7,983,525)</u>
			1,515,888		(7,413,182)
Financing	2		<u>(953,557)</u>		<u>7,531,418</u>
Increase in cash in the period			<u><u>562,331</u></u>		<u><u>118,236</u></u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period		562,331		118,236	
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing		<u>955,479</u>		<u>(1,962,140)</u>	
Change in net debt resulting from cash flows			<u>1,517,810</u>		<u>(1,843,904)</u>
Movement in net debt in the period			1,517,810		(1,843,904)
Net debt at 1st July			<u>(1,843,904)</u>		<u>-</u>
Net debt at 30th June			<u><u>(326,094)</u></u>		<u><u>(1,843,904)</u></u>

The notes form part of these financial statements

Echo Studios Holdings Limited

**Notes to the Consolidated Cash Flow Statement
for the Year Ended 30th June 2015**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
Operating profit	1,197,074	420,431
Depreciation charges	562,877	446,536
Loss on disposal of fixed assets	53,024	840
Decrease/(increase) in stocks	24,283	(113,545)
Increase in debtors	(305,386)	(1,675,996)
(Decrease)/increase in creditors	<u>(132,727)</u>	<u>1,372,549</u>
Net cash inflow from operating activities	<u>1,399,145</u>	<u>450,815</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
Returns on investments and servicing of finance		
Interest received	1,210	1,544
Interest paid	(19,848)	(22,759)
Interest element of hire purchase payments	(10,957)	-
Finance costs	<u>(11,443)</u>	<u>(6,251)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(41,038)</u>	<u>(27,466)</u>
Capital expenditure		
Purchase of intangible fixed assets	-	(4,804,528)
Purchase of tangible fixed assets	(596,729)	(3,179,024)
Sale of tangible fixed assets	<u>1,079,941</u>	<u>27</u>
Net cash inflow/(outflow) for capital expenditure	<u>483,212</u>	<u>(7,983,525)</u>
Financing		
New loans in year	-	1,788,903
Loan repayments in year	(662,140)	-
Preference share repayments	(300,000)	-
Capital repayments in year	6,661	-
Amount introduced by directors	-	33,974
Amount withdrawn by directors	1,922	(91,459)
Share issue	<u>-</u>	<u>5,800,000</u>
Net cash (outflow)/inflow from financing	<u>(953,557)</u>	<u>7,531,418</u>

The notes form part of these financial statements

Echo Studios Holdings Limited

**Notes to the Consolidated Cash Flow Statement
for the Year Ended 30th June 2015**

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.7.14 £	Cash flow £	At 30.6.15 £
Net cash:			
Cash at bank and in hand	483,440	197,127	680,567
Bank overdraft	<u>(365,204)</u>	<u>365,204</u>	<u>-</u>
	<u>118,236</u>	<u>562,331</u>	<u>680,567</u>
Debt:			
Hire purchase	-	(6,661)	(6,661)
Debts falling due within one year	(60,660)	60,660	-
Debts falling due after one year	<u>(1,901,480)</u>	<u>901,480</u>	<u>(1,000,000)</u>
	<u>(1,962,140)</u>	<u>955,479</u>	<u>(1,006,661)</u>
Total	<u>(1,843,904)</u>	<u>1,517,810</u>	<u>(326,094)</u>

The notes form part of these financial statements

Echo Studios Holdings Limited

Notes to the Consolidated Financial Statements for the Year Ended 30th June 2015

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2013, is being amortised evenly over its estimated useful life of twenty years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Plant and machinery	- 15% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 15% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

2. STAFF COSTS

	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
Wages and salaries	2,160,210	2,144,675
Social security costs	245,683	231,745
Other pension costs	5,100	4,400
	<u>2,410,993</u>	<u>2,380,820</u>

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

2. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	Year Ended 30.6.15	Period 5.4.13 to 30.6.14
Office and administration	7	5
Production and design	<u>52</u>	<u>50</u>
	<u>59</u>	<u>55</u>

3. OPERATING PROFIT

The operating profit is stated after charging:

	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
Depreciation - owned assets	321,681	206,332
Depreciation - assets on hire purchase contracts	970	-
Loss on disposal of fixed assets	53,024	840
Goodwill amortisation	240,226	240,226
Auditors remuneration - audit	12,750	7,959
Auditors remuneration - other	6,480	-
Foreign exchange differences	<u>10,627</u>	<u>6,465</u>
 Directors' remuneration	 463,738	 420,246
Directors' pension contributions to money purchase schemes	<u>3,600</u>	<u>3,600</u>

Information regarding the highest paid director is as follows:

	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
Emoluments etc	76,581	81,370
Pension contributions to money purchase schemes	<u>3,600</u>	<u>3,600</u>

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

4. INTEREST PAYABLE AND SIMILAR CHARGES

	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
Bank loan interest	18,332	22,759
HMRC interest payable	1,516	-
Hire purchase & loan interest	10,957	-
Finance charges on shares	<u>11,443</u>	<u>6,251</u>
	<u>42,248</u>	<u>29,010</u>

5. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year Ended 30.6.15 £	Period 5.4.13 to 30.6.14 £
Current tax:		
UK corporation tax	264,042	178,437
Over provision in prior year	<u>(62,819)</u>	<u>-</u>
Total current tax	201,223	178,437
Deferred tax	<u>73,595</u>	<u>15,852</u>
Tax on profit on ordinary activities	<u>274,818</u>	<u>194,289</u>

6. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Profit and Loss Account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £481,875 (2014 - £570,931).

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

7. INTANGIBLE FIXED ASSETS

Group

	Goodwill £
COST	
At 1st July 2014 and 30th June 2015	<u>4,804,528</u>
AMORTISATION	
At 1st July 2014	240,226
Amortisation for year	<u>240,226</u>
At 30th June 2015	<u>480,452</u>
NET BOOK VALUE	
At 30th June 2015	<u>4,324,076</u>
At 30th June 2014	<u>4,564,302</u>

8. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1st July 2014	2,424,286	31,484	392,500
Additions	41,967	-	482,900
Disposals	<u>(1,080,488)</u>	<u>-</u>	<u>-</u>
At 30th June 2015	<u>1,385,765</u>	<u>31,484</u>	<u>875,400</u>
DEPRECIATION			
At 1st July 2014	-	31,484	33,375
Charge for year	13,527	-	133,466
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>
At 30th June 2015	<u>13,527</u>	<u>31,484</u>	<u>166,841</u>
NET BOOK VALUE			
At 30th June 2015	<u>1,372,238</u>	<u>-</u>	<u>708,559</u>
At 30th June 2014	<u>2,424,286</u>	<u>-</u>	<u>359,125</u>

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

8. TANGIBLE FIXED ASSETS - continued

Group

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1st July 2014	365,222	46,815	767,128	4,027,435
Additions	34,023	10,954	26,885	596,729
Disposals	-	(18,645)	(177,325)	(1,276,458)
At 30th June 2015	<u>399,245</u>	<u>39,124</u>	<u>616,688</u>	<u>3,347,706</u>
DEPRECIATION				
At 1st July 2014	133,184	18,222	428,824	645,089
Charge for year	93,948	10,146	71,564	322,651
Eliminated on disposal	-	(13,242)	(130,251)	(143,493)
At 30th June 2015	<u>227,132</u>	<u>15,126</u>	<u>370,137</u>	<u>824,247</u>
NET BOOK VALUE				
At 30th June 2015	<u>172,113</u>	<u>23,998</u>	<u>246,551</u>	<u>2,523,459</u>
At 30th June 2014	<u>232,038</u>	<u>28,593</u>	<u>338,304</u>	<u>3,382,346</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
Additions	<u>7,759</u>
At 30th June 2015	<u>7,759</u>
DEPRECIATION	
Charge for year	<u>970</u>
At 30th June 2015	<u>970</u>
NET BOOK VALUE	
At 30th June 2015	<u>6,789</u>

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

8. TANGIBLE FIXED ASSETS - continued

Company

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1st July 2014	2,424,286	392,500	172,844	2,989,630
Additions	41,967	482,900	-	524,867
Disposals	(1,080,488)	-	-	(1,080,488)
At 30th June 2015	<u>1,385,765</u>	<u>875,400</u>	<u>172,844</u>	<u>2,434,009</u>
DEPRECIATION				
At 1st July 2014	-	33,375	30,026	63,401
Charge for year	<u>13,527</u>	<u>133,466</u>	<u>43,211</u>	<u>190,204</u>
At 30th June 2015	<u>13,527</u>	<u>166,841</u>	<u>73,237</u>	<u>253,605</u>
NET BOOK VALUE				
At 30th June 2015	<u>1,372,238</u>	<u>708,559</u>	<u>99,607</u>	<u>2,180,404</u>
At 30th June 2014	<u>2,424,286</u>	<u>359,125</u>	<u>142,818</u>	<u>2,926,229</u>

Included in cost of land and buildings is freehold land of £1,016,180 (2014 - £1,016,180) which is not depreciated.

9. FIXED ASSET INVESTMENTS

Company

	Shares in group undertakings £
COST	
At 1st July 2014 and 30th June 2015	<u>5,800,000</u>
NET BOOK VALUE	
At 30th June 2015	<u>5,800,000</u>
At 30th June 2014	<u>5,800,000</u>

Echo Studios Holdings Limited

Notes to the Consolidated Financial Statements - continued for the Year Ended 30th June 2015

9. FIXED ASSET INVESTMENTS - continued

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiary

Echo Studios Limited

Nature of business: Trading company

Class of shares:	% holding	2015	2014
Ordinary	100.00	£	£
Aggregate capital and reserves		1,635,041	995,472
Profit for the year/period		<u>1,353,945</u>	<u>812,260</u>

10. STOCKS

	Group	
	2015	2014
	£	£
Stocks	<u>89,262</u>	<u>113,545</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Trade debtors	1,427,897	1,364,073	-	-
Amounts owed by group undertakings	-	-	20,099	-
Other debtors	259,145	74,205	32,706	73,295
Directors' current accounts	2,969	4,930	-	-
Prepayments and accrued income	<u>294,340</u>	<u>237,718</u>	<u>-</u>	<u>-</u>
	<u>1,984,351</u>	<u>1,680,926</u>	<u>52,805</u>	<u>73,295</u>

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bank loans and overdrafts (see note 14)	-	425,864	-	60,660
Hire purchase contracts (see note 15)	1,119	-	-	-
Trade creditors	639,394	635,481	39,164	60,128
Other creditors	92,740	285,842	92,740	285,842
Tax	201,223	325,431	-	-
Social security and other taxes	57,742	73,308	-	-
VAT	247,571	202,545	2,030	-
Directors' current accounts	1	40	-	-
Accruals and deferred income	202,375	175,373	8,400	-
	<u>1,442,165</u>	<u>2,123,884</u>	<u>142,334</u>	<u>406,630</u>

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bank loans (see note 14)	-	601,480	-	601,480
Preference shares (see note 14)	1,000,000	1,300,000	1,000,000	1,300,000
Hire purchase contracts (see note 15)	5,542	-	-	-
Amounts owed to group undertakings	-	-	-	378,303
	<u>1,005,542</u>	<u>1,901,480</u>	<u>1,000,000</u>	<u>2,279,783</u>

14. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank overdrafts	-	365,204	-	-
Bank loans	-	60,660	-	60,660
	<u>-</u>	<u>425,864</u>	<u>-</u>	<u>60,660</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	-	601,480	-	601,480
Amounts falling due in more than five years:				
Repayable otherwise than by instalments				
Preference shares	<u>1,000,000</u>	<u>1,300,000</u>	<u>1,000,000</u>	<u>1,300,000</u>

Details of shares shown as liabilities are as follows:

Allotted, issued and fully paid:

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

Number:	Class:	Nominal value:	2015 £	2014 £
1,000,000	Cumulative redeemable preference	1.00	<u>1,000,000</u>	<u>1,300,000</u>
15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS				
Group			Hire purchase contracts	
			2015 £	2014 £
Net obligations repayable:				
Within one year			1,119	-
Between one and five years			<u>5,542</u>	-
			<u>6,661</u>	-
16. PROVISIONS FOR LIABILITIES				
	Group		Company	
	2015 £	2014 £	2015 £	2014 £
Deferred tax				
Accelerated capital allowances	31,643	68,490	-	-
Fixed asset timing differences	<u>110,442</u>	-	<u>110,442</u>	-
	<u>142,085</u>	<u>68,490</u>	<u>110,442</u>	-
Group				
				Deferred tax £
Balance at 1st July 2014				68,490
Provided during year				110,442
Utilised during year				<u>(36,847)</u>
Balance at 30th June 2015				<u>142,085</u>
Company				
				Deferred tax £
Provided during year				<u>110,442</u>
Balance at 30th June 2015				<u>110,442</u>
17. CALLED UP SHARE CAPITAL				
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2015 £	2014 £
5,800,000	Ordinary-A	1.00	<u>5,800,000</u>	<u>5,800,000</u>

Echo Studios Holdings Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015**

18. RESERVES

Group

	Profit and loss account £	Capital redemption reserve £	Totals £
At 1st July 2014	(169,295)	500,000	330,705
Profit for the year	881,218		881,218
Purchase of own shares	(300,000)	300,000	-
At 30th June 2015	<u>411,923</u>	<u>800,000</u>	<u>1,211,923</u>

Company

	Profit and loss account £	Capital redemption reserve £	Totals £
At 1st July 2014	70,931	500,000	570,931
Profit for the year	481,875		481,875
Purchase of own shares	(300,000)	300,000	-
At 30th June 2015	<u>252,806</u>	<u>800,000</u>	<u>1,052,806</u>

19. POST BALANCE SHEET EVENTS

On 25th September 2015, the company received a dividend in the sum of £500,000 from its subsidiary Echo Studios Limited.

On the same date the directors decided to repay £500,000 of the redeemable preference shares.

On 9th March 2016 the company resolved to reduce its issued share capital by the return of £4,800,000 to the shareholders and the cancellation of 4,800,000 of the 5,800,000 Ordinary-A shares in issue, leaving 1,000,000 fully paid Ordinary-A shares in issue.

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2015 £	2014 £
Profit for the financial year	881,218	198,676
New share capital subscribed	-	5,800,000
Net addition to shareholders' funds	881,218	5,998,676
Opening shareholders' funds	<u>6,130,705</u>	<u>132,029</u>
Closing shareholders' funds	<u>7,011,923</u>	<u>6,130,705</u>

Echo Studios Holdings Limited

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30th June 2015

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS - continued

Company

	2015 £	2014 £
Profit for the financial year	481,875	570,931
New share capital subscribed	<u>-</u>	<u>5,800,000</u>
Net addition to shareholders' funds	481,875	6,370,931
Opening shareholders' funds	<u>6,370,931</u>	<u>-</u>
Closing shareholders' funds	<u><u>6,852,806</u></u>	<u><u>6,370,931</u></u>

This page does not form part of the statutory financial statements
