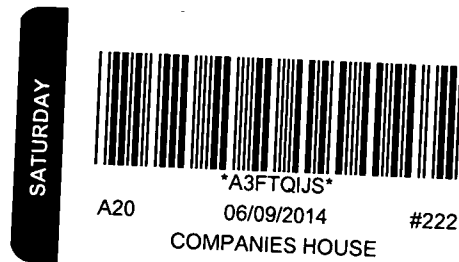


REGISTERED NUMBER OC304915

TREASURE ISLAND KIDS LLP
UNAUDITED FINANCIAL STATEMENTS
31ST MARCH 2014



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

TREASURE ISLAND KIDS LLP
FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2014

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TREASURE ISLAND KIDS LLP

DESIGNATED MEMBERS AND ADVISORS

Designated members

Arcade Films DM Limited
Magna Films CP Limited

Registered office

C/O Malde & Co
99 Kenton Road
Kenton, Harrow
Middlesex
HA3 0AN

Accountants

Malde & Co
Chartered Certified Accountants
99 Kenton Road
Kenton Harrow
Middlesex
HA3 0AN

TREASURE ISLAND KIDS LLP

THE REPORT OF THE MEMBERS

YEAR ENDED 31ST MARCH 2014

The members present their report and the unaudited financial statements of the LLP for the year ended 31st March 2014.

PRINCIPAL ACTIVITIES

The principal activity of the LLP continued to be that of production, distribution and exploitation of films which qualified as British Films under the Films Act 1985.

RESULTS FOR THE YEAR AND ALLOCATION TO MEMBERS

The profit for the year available for distribution to members was £5,731 (2013: £(3,217)).

DESIGNATED MEMBERS

The following were designated members during the year:

Arcade Films DM Limited
Magna Films CP Limited

POLICY WITH RESPECT TO MEMBERS' DRAWINGS AND SUBSCRIPTION AND REPAYMENTS OF AMOUNTS SUBSCRIBED OR OTHERWISE CONTRIBUTED BY MEMBERS

Members are permitted to make drawings in anticipation of profits which will be allocated to them. The amount of such drawings is set at the beginning of each financial year, taking into account the anticipated cash needs of the LLP.

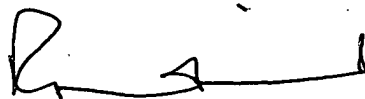
New ordinary members are required to subscribe capital at a level agreed with the designated members. No member has the right to make any drawings or withdraw part of their capital without the prior written agreement of all the other ordinary members.

SMALL LLP PROVISIONS

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

Registered office:
C/O Malde & Co
99 Kenton Road
Kenton, Harrow
Middlesex
HA3 0AN

Signed on behalf of the members



Richard E Lockhart
For and behalf of
Arcade Films DM Limited

Designated member

Approved by the members on 27 August 2014

TREASURE ISLAND KIDS LLP

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST MARCH 2014

	Note	2014 £	2013 £
TURNOVER		12,231	–
Administrative expenses		<u>401,149</u>	<u>441,059</u>
OPERATING LOSS		(388,918)	(441,059)
Interest receivable		<u>394,649</u>	<u>437,842</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS		<u>5,731</u>	<u>(3,217)</u>

The notes on pages 6 to 10 form part of these financial statements.

TREASURE ISLAND KIDS LLP

BALANCE SHEET

31ST MARCH 2014

	Note	2014 £	2013 £
FIXED ASSETS			
Tangible assets	3		<u>1</u>
CURRENT ASSETS			
Debtors due within one year	4	397,158	486,562
Cash at bank		<u>7,561,652</u>	<u>8,330,479</u>
		7,958,810	8,817,041
CREDITORS: Amounts falling due within one year	5	<u>2,407,227</u>	<u>2,327,447</u>
NET CURRENT ASSETS		5,551,583	6,489,594
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,551,584</u>	<u>6,489,595</u>
CREDITORS: Amounts falling due after more than one year	6	<u>6,574,320</u>	<u>7,505,831</u>
NET LIABILITIES ATTRIBUTABLE TO MEMBERS		<u>(1,022,736)</u>	<u>(1,016,236)</u>

The Balance sheet continues on the following page.
The notes on pages 6 to 10 form part of these financial statements.

TREASURE ISLAND KIDS LLP

BALANCE SHEET *(continued)*

31ST MARCH 2014

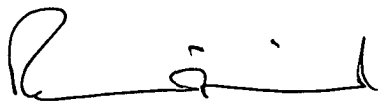
	Note	2014 £	2013 £
REPRESENTED BY:			
Loans and other debts due to members			
Other amounts	9	<u>26,750</u>	—
EQUITY			
Members' other interests - members' capital	10	2,522,019	2,561,000
Members' other interests - other reserves	10	<u>(3,571,505)</u>	<u>(3,577,236)</u>
		<u>(1,049,486)</u>	<u>(1,016,236)</u>
		<u>(1,022,736)</u>	<u>(1,016,236)</u>
TOTAL MEMBERS' INTERESTS			
Loans and other debts due to members	9	26,750	—
Members' other interests	10	<u>(1,049,486)</u>	<u>(1,016,236)</u>
		<u>(1,022,736)</u>	<u>(1,016,236)</u>

For the year ended 31st March 2014 the LLP was entitled to exemption from audit under section 477 of the Companies Act 2006 as applied to LLPs by Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs.

The members acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

These accounts were approved by the members and authorised for issue on 27 August 2014, and are signed on their behalf by:



Richard E Lockhart
For and behalf of
Magna Films CP Limited
Designated member

Registered Number: OC304915

The notes on pages 6 to 10 form part of these financial statements.

TREASURE ISLAND KIDS LLP

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2014

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), and the requirements of the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships' issued in March 2010 (SORP 2010).

Turnover

Turnover represents the finance element of the rental stream excluding Value Added Tax, which are allocated to accounting periods over the term of the lease to produce a constant rate of return.

The finance element is the amount by which the total of the expected rental stream exceeds the cost of the leased asset. A rate is applied to the amount invested in the lease, which makes the total return over the whole period of 15 years, equal to the total of the finance element of the rental stream.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is provided on the film asset in accordance with the cost recovery method whereby depreciation is taken to the profit and loss account in the same amount as the income received in the accounting period.

Finance lease agreements

Where the company enters into a lease, which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a fixed asset investment and is amortised in accordance with the policy below. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the Profit and Loss Account on a straight-line basis, and the capital element, which reduces the outstanding obligation for future instalments.

TREASURE ISLAND KIDS LLP

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2014

1. ACCOUNTING POLICIES *(continued)*

Members' participation rights

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed, remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with FRS 25 (IAS 32) Financial Instruments: Disclosure and Presentation and UITF abstract 39 Members' shares in co-operative entities and similar instruments. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore treated as an expense in the Profit and Loss Account in the relevant year. To the extent that they remain unpaid at the year end, they are shown as liabilities in the Balance Sheet.

Conversely, where profits are divided only after a decision by the LLP or its representative, so that the LLP has an unconditional right to refuse payment, such profits are classed as an appropriation of equity rather than as an expense. They are therefore shown as a residual amount available for discretionary division among members in the Profit and Loss Account and are equity appropriations in the Balance Sheet.

Other amounts applied to members, for example remuneration paid under an employment contract and interest on capital balances, are treated in the same way as all other divisions of profits, as described above, according to whether the LLP has, in each case, an unconditional right to refuse payment.

All amounts due to members that are classified as liabilities are presented in the Balance Sheet within 'Loans and other debts due to members' and are charged to the Profit and Loss Account within 'Members' remuneration charged as an expense'. Amounts due to members that are classified as equity are shown in the Balance Sheet within 'Members' other interests'.

2. INFORMATION IN RELATION TO MEMBERS

	2014	2013
	No	No
The average number of members during the year was	<u>62</u>	<u>62</u>
	2014	2013
	£	£
The average members remuneration during the year was	<u>-</u>	<u>-</u>

TREASURE ISLAND KIDS LLP
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2014

3. TANGIBLE FIXED ASSETS

	Film rights
	£
COST	
At 1st April 2013 and 31st March 2014	<u>12,390,832</u>
DEPRECIATION	
At 1st April 2013 and 31st March 2014	<u>12,390,831</u>
NET BOOK VALUE	
At 31st March 2014	<u>1</u>
At 31st March 2013	<u>1</u>

Finance lease agreements

Included within the net book value of £1 is £1 (2013 - £1) relating to assets held under finance lease agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £Nil (2013 - £Nil).

4. DEBTORS

	2014	2013
	£	£
Other debtors	8,500	53,307
Prepayments and accrued income	388,658	433,255
	<u>397,158</u>	<u>486,562</u>

5. CREDITORS: Amounts falling due within one year

	2014	2013
	£	£
Trade creditors	-	464
Other creditors including taxation:		
Finance lease agreements	931,511	824,095
Other creditors	1,080,558	1,064,558
Accruals and deferred income	395,158	438,330
	<u>2,407,227</u>	<u>2,326,983</u>
	<u>2,407,227</u>	<u>2,327,447</u>

Other creditor is production loan from Film Finance Development which is payable out of future revenue generated from exploitation of the films entitled "The Battle of Treasure Island", "The Monster of Treasure Island" and the "Mystery of Treasure Island"

TREASURE ISLAND KIDS LLP
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2014

6. CREDITORS: Amounts falling due after more than one year

	2014	2013
	£	£
Finance lease agreements	<u>6,574,320</u>	<u>7,505,831</u>

Included within creditors falling due after more than one year is an amount of £1,606,098 (2013 - £3,055,602) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

7. COMMITMENTS UNDER FINANCE LEASE AGREEMENTS

Future commitments under finance lease agreements are as follows:

	2014	2013
	£	£
Amounts payable within 1 year	1,324,487	1,261,416
Amounts payable between 2 to 5 years	5,994,140	5,708,705
Amounts payable after more than 5 years	1,690,419	3,300,341
	<u>9,009,046</u>	10,270,462
Less interest and finance charges relating to future periods	(1,503,215)	(1,940,536)
	<u>7,505,831</u>	8,329,926
Less secured bank deposit	(7,505,831)	(8,329,926)
	<u>—</u>	<u>—</u>

The finance lease is matched by secured bank deposit such that the principal on deposit and the interest earned will be sufficient to cover the rental obligations on the finance lease until the end of the lease.

The deposit is only to be used to settle the finance lease liability and therefore it does not represent separate asset and liability. Consequently, it has been netted off with the finance lease creditor to show the net unmatched liability at the year-end.

8. RELATED PARTY TRANSACTIONS

In the opinion of the members there is no controlling party.

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard for smaller entities (effective April 2008).

9. LOANS AND OTHER DEBTS DUE TO MEMBERS

	2014	2013
	£	£
Loans from members	<u>26,750</u>	<u>—</u>

TREASURE ISLAND KIDS LLP

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2014

10. MEMBERS' INTERESTS

	Members' other interests			Other debts due to members £	Total £
	Members' capital (classified as equity) £	Other reserves £	Total members' other interests £		
Balance at 1st April 2013	2,561,000	(3,577,236)	(1,016,236)	-	(1,016,236)
Profit for the financial year available for discretionary division amongst members		5,731	5,731		5,731
Members' interests after profit for the year	2,561,000	(3,571,505)	(1,010,505)	-	(1,010,505)
Reclassifications	(38,981)	-	(38,981)	38,981	-
Contribution towards expenses	-		-	(12,231)	(12,231)
Balance at 31st March 2014	<u>2,522,019</u>	<u>(3,571,505)</u>	<u>(1,049,486)</u>	<u>26,750</u>	<u>(1,022,736)</u>

11. POST BALANCE SHEET EVENTS

The Designated Members have proposed to the members to wind up the LLP by appointing a liquidator.