

Registration number: 229607

ITV Services Limited

Annual Report and Financial Statements
for the Year Ended 31 December 2018

WEDNESDAY



A8K33ZN5

A11

11/12/2019

#215

COMPANIES HOUSE

ITV Services Limited

Contents

Strategic Report	1
Directors' Report	2 to 3
Statement of Directors' Responsibilities	4
Independent Auditor's Report to the Members of ITV Services Limited	5 to 6
Income Statement	7
Statement of Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	10
Notes to the Financial Statements	11 to 90

ITV Services Limited

Strategic Report for the Year Ended 31 December 2018

The Directors present their Strategic Report for the year ended 31 December 2018.

Principal activity

The principal activity of ITV Services Limited ("the Company") continues to be to provide services for other companies within the ITV plc Group. It also acts as a holding company.

Fair review of the business

The results for the Company show a profit for the year of £378,000,000 (2017: £378,000,000). At the statement of financial position date the Company had net assets of £1,308,000,000 (2017: £1,298,000,000). During the year the Company received interim dividends of £415 million (2017: £453 million) from fellow group undertakings and paid a dividend of £400 million (2017: £425 million) to a fellow group undertaking.

KPIs

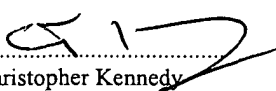
The Directors of the Company use the KPIs of ITV plc to manage the performance of the Company. The KPIs are included on pages 28 to 31 of ITV plc's 2018 annual report.

Principal risks and uncertainties

The key risk in the Company is the value and performance of its investments. The Directors review the performance of its investments regularly and provide for impairment where necessary.

A comprehensive strategic review of the Company's strategy, outlining the development, performance and position of the Company's business can be found in the Strategic Report of the group in the ITV plc Annual Report. The Annual Report of ITV plc is available to the public and may be obtained from www.itvplc.com or the Company Secretary, 2 Waterhouse Square, 140 Holborn, London, EC1N 2AE.

Approved by the Board on 6/12/2019 and signed on its behalf by:


.....
Christopher Kennedy
Director

ITV Services Limited

Directors' Report for the Year Ended 31 December 2018

The Directors present their report and the financial statements for the year ended 31 December 2018.

Directors of the Company

The Directors, who held office during the year, were as follows:

Andrew Garard (resigned 31 July 2018)

Ian Griffiths (resigned 31 December 2018)

Kevin Lygo

David Osborn

Edward Williams

Julian Bellamy

Rufus Radcliffe

Julian Ashworth (appointed 13 April 2018 and resigned 28 June 2019)

Paul Moore (appointed 18 June 2018)

Mark Smith (appointed 13 September 2018)

The following directors were appointed after the year end:

Kyla Mullins (appointed 7 January 2019)

Christopher Kennedy (appointed 18 March 2019)

Directors' liabilities

The Directors benefit from third party insurance provisions in place during the financial year and at the date of this report.

Dividends

The Directors recommend a final dividend payment of £Nil be made in respect of the financial year ended 31 December 2018 (2017: £Nil). During the year an interim dividend of £400,000,000 (2017: £425,000,000) was paid.

Employment of disabled persons

The employment policies of the Company are disclosed in the Directors' Report on pages 109 to 116 ITV plc's 2018 Annual Report.

Employee involvement

The employment policies of the Company are disclosed in the Directors' Report on pages 109 to 116 of ITV plc's 2018 Annual Report.

Going concern

The Directors have a reasonable expectation that the Company has adequate resources to continue in operation for at least twelve months from the date of this report. Accordingly, the Company continues to adopt the going concern basis in preparing its financial statements (see note 1).

ITV Services Limited

Directors' Report for the Year Ended 31 December 2018

Subsequent events

Sale Of London Television Centre

On 8 November 2019, ITV exchanged contracts for the sale of the London Television Centre on the South Bank to Mitsubishi Estate London Limited in an all-cash transaction for £145.6m. Completion occurred on 22 November 2019.

In 2014, ITV established a Pension Funding Partnership with the Trustees backed by The London Television Centre which resulted in the assets of Section A of the defined benefit pension scheme being increased by £50m. Part of the proceeds of the sale of the South Bank site, net of tax and fees, will be used to replace the asset security, and the remaining sale proceeds used to reduce ITV Group's net debt.

Other

On 8 February 2019, it had been approved by the directors of the board that there would be an allotment of one ordinary share in the capital of the company in exchange for a capital injection of £11,782,438. Subsequently, the Company subscribed for one ordinary share in a fellow subsidiary in exchange for a capital injection of £11,782,438.

On 21 June 2019 it had been approved by the directors of the board that there would be an allotment of one ordinary share in the capital of the company in exchange for a capital injection of £347,695,340. Subsequently, the Company subscribed for one ordinary share in a fellow subsidiary in exchange for a capital injection of £347,695,340.

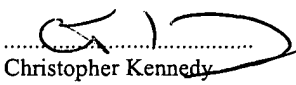
Disclosure of information to the auditor

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

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

Approved by the Board on 6/12/2019 and signed on its behalf by:


.....
Christopher Kennedy
Director

Registered office
2 Waterhouse Square
140 Holborn
London
EC1N 2AE

ITV Services Limited

Statement of Directors' Responsibilities

The Directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 'Reduced Disclosure Framework'.

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 profit or loss 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 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;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility 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.

Independent Auditor's Report to the Members of ITV Services Limited

Opinion

We have audited the financial statements of ITV Services Limited ("the Company") for the year ended 31 December 2018 which comprise the Income Statement, Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 Reduced Disclosure Framework; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("TSAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

The Directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model, including the impact of Brexit, and analysed how those risks might affect the Company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Company will continue in operation.

Strategic report and directors' report

The Directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

Independent Auditor's Report to the Members of ITV Services Limited

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

Directors' responsibilities

As explained more fully in their statement 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; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

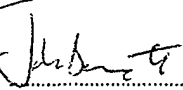
Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

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.



John Bennett (Senior Statutory Auditor)
For and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
15 Canada Square
London
E14 5GL

Date: 9/12/19

ITV Services Limited

Income statement for the Year Ended 31 December 2018

		2018	* Restated 2017
	Note	£ m	£ m
Revenue	3	157	145
Staff costs	8	(68)	(63)
Depreciation and amortisation expense		(14)	(12)
Other expenses		(75)	(79)
Exceptional items	4	<u>(13)</u>	<u>(14)</u>
Operating loss	5	(13)	(23)
Income from shares in group undertakings		415	453
Interest receivable and similar income	6	1	-
Interest payable and similar expenses	7	<u>(15)</u>	<u>(17)</u>
Profit before tax		388	413
Taxation	11	<u>(10)</u>	<u>(35)</u>
Profit for the year		<u>378</u>	<u>378</u>

The above results were derived from continuing operations.

* The Company has applied IFRS 15 'Revenue from contracts with customers' at 1 January 2018. Under the transition method chosen, the comparative information has been restated. See note 1.

ITV Services Limited

Statement of Comprehensive Income for the Year Ended 31 December 2018

	Note	2018 £ m	2017 £ m
Profit for the year		<u>378</u>	<u>378</u>
Items that will not be reclassified subsequently to profit or loss			
Actuarial gain / (loss) on defined benefit pension schemes before tax	18	(53)	160
Income tax credit/(charge) on items that will never be reclassified	18	<u>9</u>	<u>(28)</u>
		<u>(44)</u>	<u>132</u>
Total comprehensive income for the year		<u><u>334</u></u>	<u><u>510</u></u>

The notes on pages 11 to 90 form an integral part of these financial statements.

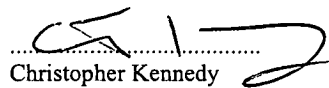
ITV Services Limited

(Registration number: 229607)

Statement of Financial Position as at 31 December 2018

	Note	2018 £ m	2017 £ m
Non-current assets			
Property, plant and equipment	12	64	75
Intangible assets	13	29	21
Investments	14	1,936	1,860
Derivative financial instruments		1	-
		<u>2,030</u>	<u>1,956</u>
Current assets			
Assets held for sale	12	30	-
Trade and other receivables	15	537	482
		<u>567</u>	<u>482</u>
Current liabilities			
Trade and other payables	16	(1,180)	(999)
Net current liabilities		<u>(613)</u>	<u>(517)</u>
Non-current liabilities			
Defined benefit pension deficit	18	(106)	(137)
Deferred tax liabilities	11	(2)	(1)
Provisions	17	(1)	(3)
		<u>(109)</u>	<u>(141)</u>
Net assets		<u>1,308</u>	<u>1,298</u>
Capital and reserves			
Share capital	20	-	-
Share premium		138	62
Capital redemption reserve		149	149
Retained earnings		<u>1,021</u>	<u>1,087</u>
		<u>1,308</u>	<u>1,298</u>

Approved by the Board on 6/12/2019 and signed on its behalf by:


 Christopher Kennedy
 Director

The notes on pages 11 to 90 form an integral part of these financial statements.

ITV Services Limited

Statement of Changes in Equity for the Year Ended 31 December 2018

	Share capital £ m	Share premium £ m	Capital redemption reserve £ m	Retained earnings £ m	Total £ m
At 1 January 2018	-	62	149	1,087	1,298
Profit for the year	-	-	-	378	378
Actuarial gain on defined benefit scheme (note 18)	-	-	-	(53)	(53)
Income tax charge on other comprehensive income	-	-	-	9	9
Dividends	-	-	-	(400)	(400)
New share capital subscribed (note 20)	-	76	-	-	76
At 31 December 2018	-	138	149	1,021	1,308
	Share capital £ m	Share premium £ m	Other reserves £ m	Retained earnings £ m	Total £ m
At 1 January 2017	-	62	149	1,002	1,213
Profit for the year	-	-	-	378	378
Actuarial loss on defined benefit scheme (note 18)	-	-	-	160	160
Income tax charge on other comprehensive income	-	-	-	(28)	(28)
Dividends	-	-	-	(425)	(425)
At 31 December 2017	-	62	149	1,087	1,298

The notes on pages 11 to 90 form an integral part of these financial statements.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of preparation

ITV Services Limited (the "Company") is a private company incorporated, domiciled and registered in England in the UK. The registered number is 00229607 and the registered address is 2 Waterhouse Square, 140 Holborn, London, EC1N 2AE.

These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101"). The amendments to FRS 101 (2014/15 Cycle) issued in July 2015 and FRS 101 (2015/16) issued in July 2016 have been applied.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

The Company is the Principal Employer of the ITV Group's Defined Benefit Pension Scheme and under FRS 101 recognises the net pension deficit on the Statement of Financial Position. Refer to note 18 for details.

The Company is a qualifying entity as it is a member of the ITV plc Group where ITV plc, the ultimate parent prepares publicly available consolidated financial statements.

These financial statements have been presented to the nearest £million, instead of £'000 as previously reported. The comparative figures have been adjusted accordingly.

Measurement convention

The financial statements are prepared on the historical cost basis.

Summary of disclosure exemptions

The Company is taking advantage of the following disclosure exemptions under FRS 101:

- A Cash Flow Statement and related notes;
- Comparative period reconciliations for share capital, tangible fixed assets, intangible assets and investment properties;
- Disclosures in respect of transactions with wholly owned subsidiaries;
- Disclosures in respect of capital management;
- The effects of new but not yet effective IFRSs;
- Disclosures in respect of the compensation of Key Management Personnel;
- Disclosures of transactions with a management entity that provides key management personnel services to the Company; and
- Disclosures in respect of revenue being the second sentence of paragraph 110 and paragraphs 113(a), 114, 115, 118, 119(a) to (c), 120 to 127 and 129 of IFRS 15 Revenue from contracts with customers.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

As the consolidated financial statements of ITV plc include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of the following disclosures:

- IFRS 2 Share Based Payments in respect of group settled share based payments;
- Disclosures required by IFRS 5 Non-current Assets Held for Sale and Discontinued Operations in respect of the cash flows of discontinued operations; and
- Certain disclosures required by IFRS 13 Fair Value Measurement and the disclosures required by IFRS 7 Financial Instrument Disclosures.

The Company proposes to continue to apply the reduced disclosure framework of FRS 101 in its next financial statements.

Changes in accounting policy

New standards, interpretations and amendments effective

The following have been applied for the first time from 1 January 2018.

IFRS 9 Financial Instruments

IFRS 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 'Financial Instruments: Recognition and Measurement'. IFRS 9 introduces new models for classification of financial assets and accounting for credit losses. Hedging rules have been amended to allow hedge accounting to be applied to more risks.

Adoption of IFRS 9 resulted in no adjustments to previously reported results. None of the other standards, interpretations and amendments effective for the first time from 1 January 2018 have had a material effect on the financial statements.

IFRS 15 Revenue recognition

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It replaced IAS 18 'Revenue', IAS 11 'Construction Contracts' and related interpretations.

The Company has adopted IFRS 15 on a fully retrospective basis.

The following table summarises the impacts of adopting IFRS 15 on the Company's Income Statement for the year ended 31 December 2017.

Changes resulting from adoption of IFRS 9 and IFRS 15

The following table summarises the impacts of adopting IFRS 15 on the Company's Income Statement for the year end 31 December 2018.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

Impact on Income Statement for the year ended 31 December 2017

		As originally reported 31 December 2017 £ m	IFRS 9 adjustments £ m	IFRS 15 adjustments £ m	As restated 31 December 2017 £ m
Note					
Revenue		165	-	(20)	145
Depreciation and amortisation		(12)	-	-	(12)
Staff costs		(63)	-	-	(63)
Other expenses		(99)	-	20	(79)
Exceptional items		(14)	-	-	(14)
Operating loss		(23)	-	-	(23)
Income from shares in group undertakings		453	-	-	453
Interest payable and similar expenses		(17)	-	-	(17)
Profit before tax		413	-	-	413
Taxation		(35)	-	-	(35)
Profit for the financial year		378	-	-	378

There has been no adjustment to the Company's Statement of Financial Position on the adoption of IFRS 15.

The changes to revenue recognition as a result of IFRS 15 relate mainly to:

- Principal versus agent consideration resulted in movements between revenue and costs. This resulted in a decrease to revenue of £20 million with a corresponding decrease in other expenses.

None of the other standards, interpretations and amendments effective for the first time from 1 January 2018 have had a material effect on the financial statements.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

Going concern

The Company is in net current liability position of £621,000 (2017: £517,000) and the directors have therefore considered funding requirements. The Company participates in the Group's intra-group cash pool policy. 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. The Company is therefore dependent on ITV plc for its funding. The Directors of the Company have no reason to believe that this financial support will not be forthcoming in the event that it is required. On this basis, and on their assessment of the Company's financial position, the Directors have a reasonable expectation that the Company has adequate resources to continue in operation for at least twelve months from the date of this report. Accordingly, the Company continues to adopt the going concern basis in preparing its financial statements.

Amounts due (to) / from group undertakings

The Company participates in an intra-group cash pool policy with other 100% owned UK subsidiaries of the ITV Group. 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 statement of financial position.

Exemption from preparing group accounts

The financial statements contain information about ITV Services Limited as an individual company and do not contain consolidated financial information as the parent of a group.

The Company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its ultimate parent, ITV plc, a company incorporated in the United Kingdom.

Revenue

The Company derives revenue from the transfer of services. Revenue recognition is based on the delivery of performance obligations and an assessment of when control is transferred to the customer. Revenue is recognised either when the performance obligation in the contract has been performed ('point in time' recognition) or 'over time' as control of the performance obligation is transferred to the customer.

The transaction price, being the amount to which the Company expects to be entitled and has rights to under the contract is allocated to the identified performance obligations. Revenue is stated exclusive of VAT.

The Company recharges other Group companies for overheads incurred on their behalf and included in revenue is rental income for properties held by the Company and let to the rest of the ITV plc Group.

Key classes of revenue are recognised on the following basis:

- Recharge of overheads is generated from the provision of services to other group companies which is recognised over the time the service is provided. Payment term is over the term of the contract.
- Rental income is generated from the letting of properties held to other group companies which is recognised over the time the services is provided. Payment term is over the term of the contract.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

Foreign currency transactions and balances

The primary economic environment in which the Company operates is the UK and therefore the financial statements are presented in pounds sterling (£).

Where the Company transacts in foreign currencies, these transactions are translated into pounds sterling at the exchange rate on the transaction date. Foreign currency monetary assets and liabilities are translated into pounds sterling at the year end exchange rate. Where there is a movement in the exchange rate between the date of the transaction and the year end, a foreign exchange gain or loss is recognised in the income statement.

Tax

The tax charge for the period is recognised in the profit and loss account, the statement of comprehensive income and directly in equity, according to the accounting treatment of the related transaction. The tax charge comprises both current and deferred tax. The calculation of the Company's tax charge involves a degree of estimation and judgement in respect of certain items whose tax treatment cannot be fully determined until a resolution has been reached by the relevant tax authority.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year and any adjustment in respect of previous years.

The Company recognises liabilities for anticipated tax issues based on estimates of the additional taxes that are likely to become due, which require judgement. Amounts are accrued based on management's interpretation of specific tax law and the likelihood of settlement. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the current tax and deferred tax provisions in the period in which such determination is made.

Deferred tax arises due to certain temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and those for taxation purposes. The following temporary differences are not provided for:

- the initial recognition of goodwill;
- the initial recognition of assets or liabilities that affect neither accounting nor taxable profit other than in a business combination; and
- differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future.

The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities. Deferred tax is calculated using tax rates that are enacted or substantively enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that sufficient taxable profit will be available to utilise the temporary difference. Recognition of deferred tax assets, therefore, involves judgement regarding the timing and level of future taxable income.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Depreciation

Depreciation is charged to the income statement on a straight-line basis over the estimated useful lives of the assets. The depreciation charge is sensitive to the estimated useful life of each asset and the expected residual value at the end of its life. The major categories of property, plant and equipment are depreciated as follows:

Asset class	Depreciation method and rate
Freehold land	not depreciated
Freehold buildings	up to 60 years
Leasehold improvement	Shorter of residual lease term or estimated useful life
Vehicles, equipment and fittings	3 - 20 years
Assets under construction	not depreciated

Intangible assets

Software licences and development are stated initially at cost and subsequently at cost less accumulated amortisation.

Amortisation

Amortisation is charged to the income statement over the estimated useful lives of intangible assets.

Asset class	Amortisation method and rate
Software licences and development	Straight line 1 - 5 years

Investments

The Company's statement of financial position includes investments at cost less amounts written off in respect of any impairment.

Trade receivables

Trade receivables are recognised initially at the value of the invoice sent to the customer and subsequently at the amounts considered recoverable (amortised cost). Where payments are not due for more than one year, they are shown in the financial statements at their net present value to reflect the economic cost of delayed payment. The Group provides goods and services to substantially all of its customers on credit terms.

Estimates are used in determining the level of receivables that will not, in the opinion of the Directors, be collected. These estimates include such factors as historical experience, the current state of the UK and overseas economies and industry specific factors. A provision for impairment of trade receivables is established when there is sufficient evidence that the Company will not be able to collect all amounts due. We have applied the expected loss model and the impact was not material.

The carrying value of trade receivables is considered to approximate fair value.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

Assets held for sale

Non-current assets classified as held for sale are measured at the lower of carrying amount and fair value less costs to sell. An asset is held for sale if its carrying amount will be recovered through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset is available for immediate sale in its present condition. Management must be committed to the sale which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Trade payables

Trade payables are recognised at the value of the invoice received from a supplier. The carrying value of current and non-current trade payables is considered to approximate fair value.

Borrowings

All borrowings are initially recorded at the amount of proceeds received, net of transaction costs. Borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the income statement over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Leases

Finance leases are those which transfer substantially all the risks and the ownership to the lessee. Assets held under such leases are capitalised as tangible fixed assets and depreciation is provided where appropriate. Outstanding finance lease obligations, which comprise principal plus accrued interest, are included within creditors. The finance element of the agreement is charged to profit and loss account over the term of the lease on a systematic basis.

All other leases are operating leases. The rentals on such leases are charged to the profit and loss account on a straight line basis over the term lease.

Dividends

Dividends are recognised through equity on the earlier of their approval by the Company's shareholders or payment.

Defined contribution pension obligation

A defined contribution plan is a post-employment benefit plan under which the Company pay fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an expense in the income statement in the periods during which services are rendered by employees.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

Defined benefit pension obligation

The Company's obligation in respect of the Scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value and the fair value of scheme assets is then deducted. The discount rate used is the yield at the valuation date on high quality corporate bonds of a similar duration to the timing of the future expected benefit payments.

The liabilities of the Scheme are measured by discounting the best estimate of future cash flows to be paid using the projected unit method. This method is an accrued benefits valuation method that makes allowance for projected earnings. These calculations are performed by a qualified actuary.

Actuarial gains and losses are recognised in full in the period in which they arise through the statement of comprehensive income.

Share based payments

For each of the Company's share-based compensation schemes, the fair value of the equity instrument granted is measured at grant date and spread over the vesting period via a charge to the income statement with a corresponding increase in equity.

The fair value of the share options and awards is measured using either market price at grant date or, for the Save As You Earn scheme (SAYE), a Black-Scholes model, taking into account the terms and conditions of the individual scheme.

Vesting conditions are limited to service conditions and performance conditions. For performance-based schemes, the relevant Company performance measures are projected to the end of the performance period in order to determine the number of options expected to vest. The estimate is then used to determine the option fair value, discounted to present value. The Group revises its estimates of the number of options that are expected to vest, including an estimate of forfeitures at each reporting date. The impact of the revision to original estimates, if any, are recognised in the income statement, with a corresponding adjustment to equity.

Exercises of share options granted to employees can be satisfied by market purchase or issue of new shares. No new shares may be issued to satisfy exercises under the terms of the DSA. During the year all exercises were satisfied by using shares purchased in the market and held in the ITV Employees' Benefit Trust.

These relate to the ultimate parent's shares and the Company accounts for these as cash settled. As there is a formal recharge agreement in place an intercompany balance is recognised for the control of share based payments.

Short-term benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 Accounting policies (continued)

Termination benefits

Termination benefits are recognised as an expense when the Company is demonstrably committed, without realistic possibility of withdrawal, to a formal detailed plan to either terminate employment before the normal retirement date, or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Termination benefits for voluntary redundancies are recognised as an expense if the Company has made an offer of voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably. If benefits are payable more than 12 months after the reporting date, then they are discounted to their present value.

Financial instruments

Derivative financial instruments are initially recognised at fair value and are subsequently remeasured at fair value with the movement recorded in the income statement, except where derivatives, qualify for cash flow hedge accounting. In this case, the effective portion of a cash flow hedge is recognised in other comprehensive income and presented in the hedging reserve within equity. The ineffective portion of any cash flow hedge is recognised in the income statement immediately. The cumulative gain or loss is later reclassified to the income statement in the same period as the relevant hedged transaction is realised. Derivatives with positive fair values are recorded as assets and negative fair values as liabilities.

The fair value of forward foreign exchange contracts is determined by using the difference between the contract exchange rate and the quoted forward exchange rate at the reporting date. The fair value of interest rate swaps is the estimated amount that the Company would receive or pay to terminate the swap at the reporting date, taking into account current interest rates and our current creditworthiness, as well as that of our swap counterparties.

Third-party valuations are used to fair value the Company's interest rate derivatives. The valuation techniques use inputs such as interest rate yield curves and currency/prices/yields, volatilities of underlying instruments and correlations between inputs.

2 Accounting judgements and estimates

The preparation of financial statements requires management to exercise judgement in applying the Company's accounting policies. It also requires the use of estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. For the current year, there were no significant judgements that require disclosure.

Estimates and underlying assumptions are reviewed on an ongoing basis, with revisions recognised in the period in which estimates are reversed and in any future periods affected.

Revenue recognition involves a high degree of judgement. Details are included in the related revenue policy.

Defined benefit pension and Taxation involves more sensitive estimates and assumptions with further details provided in the relevant notes.

The area involving sensitive estimates and assumptions that is significant to the financial statements is the recoverability of investments / (amounts due from group companies) as these calculations require the use of cash flow projections and long-term growth rates and a pre-tax market discount rate.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

3 Revenue

The analysis of the Company's revenue for the year from continuing operations is as follows:

	2018	2017
	£ m	£ m
Recharge of costs to other group undertakings	<u>157</u>	<u>145</u>

The Company derives revenue from the transfer of goods and services. Revenue recognition is based on the delivery of performance obligations and an assessment of when control is transferred to the customer. Revenue is recognised either when the performance obligation has been performed ('point in time' recognition) or 'over time' as control of the performance obligation is transferred to the customer.

The transaction price being the amount to which the Company expects to be entitled and has rights to is allocated to the identified performance obligations.

Revenue which arise wholly in the United Kingdom is stated net of VAT.

4 Exceptional items

		2018	2017
(charge) / credit	Ref	£ m	£ m
Acquisition - related expenses	A	(5)	(3)
Restructuring and property - related costs	B	(9)	(11)
Pension related costs	C	4	-
Other	D	(3)	-
Total operating exceptional items		<u>(13)</u>	<u>(14)</u>

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

4 Exceptional items (continued)

A - Acquisition-related expenses

Acquisition-related expenses of £5 million (2017: £3 million) primarily comprised of professional fees (mainly financial due diligence and legal costs in respect of potential acquisitions during the year).

B - Restructuring and property-related costs

In October 2018, the Directors reversed their prior decision, reported in 2017 and agreed not to redevelop the Group's headquarters at The London Television Centre and the site is now for sale. Included in restructuring and property-related costs are costs in relation to dual rent, other property costs and move related costs.

In 2017, the Company incurred £11 million of costs in relation to the London property project including the closure of The London Studios business.

C - Pension related costs

A past service cost of £6 million has been included in the measurement of the Pension scheme liabilities for Guaranteed Minimum Pension ('GMP') equalisation. This is to equalise the benefits between men and women following a High Court ruling around equalisation of GMP.

In November 2018, the Pension Trustee entered into a bulk annuity insurance contract in respect of the benefits of two sections of the ITV Pension Scheme. This type of deal is also known as a 'Buy-in', which resulted in recognition of a loss of £94 million in other comprehensive income as explained in note 18. Further, as part of the buy-in transaction, certain amendments were made to the scheme. As a result, a past service cost of £5 million has been included in the measurement of the pension scheme liabilities for the pension increase exchange option no longer being available to members of these schemes. Certain members of the sections also had a change of rate of pension increases. This change resulted in a credit of £15 million which has also been recognised as an exceptional past service cost.

D - Other

Other relates to ongoing litigation costs incurred on behalf of other Group companies.

5 Operating loss

Arrived at after charging/(crediting)

	2018 £ m	2017 £ m
Depreciation expense	10	8
Amortisation expense	4	4
Foreign exchange losses/(gains)	1	(1)
Operating lease expense - property	<u>10</u>	<u>7</u>

In 2017 in addition to the depreciation expense disclosed above, £1,673,000 of depreciation is included in exceptional items as disclosed in note 4

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

6 Interest receivable and similar income

	2018	2017
	£ m	£ m
Other finance income	<u>1</u>	<u>-</u>

7 Interest payable and similar expenses

	2018	2017
	£ m	£ m
Net interest on defined benefit obligation	2	9
Interest payable to group undertakings	12	8
Other finance costs	<u>1</u>	<u>-</u>
	<u>15</u>	<u>17</u>

8 Staff costs

The aggregate payroll costs (including Directors' remuneration) were as follows:

	2018	2017
	£ m	£ m
Wages and salaries	47	44
Social security costs	6	5
Pension costs, defined contribution scheme	5	4
Pension costs, defined benefit scheme	5	7
Share-based payment expenses	<u>5</u>	<u>3</u>
	<u>68</u>	<u>63</u>

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

	2018	2017
	No.	No.
Directors and executives	73	69
Finance and technology	481	451
Human resources	37	35
Other departments	<u>289</u>	<u>267</u>
	<u>880</u>	<u>822</u>

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

9 Directors' remuneration

	2018	2017
	£ 000	£ 000
Remuneration	4,121	4,115
Contribution paid to money purchase scheme	14	105
	<u>4,135</u>	<u>4,220</u>

During the year the number of Directors who were receiving benefits and share incentives was as follows:

	2018	2017
	No.	No.
Accruing benefits under defined benefit pension scheme	-	1
Accruing benefits under money purchase pension scheme	<u>4</u>	<u>4</u>

In respect of the highest paid director:

	2018	2017
	£ 000	£ 000
Remuneration	<u>1,218</u>	<u>1,030</u>

10 Auditor's remuneration

The auditor's remuneration of £500 (2017: £500) was borne by another group Company.

Amounts paid to the Company's auditor in respect of services to the Company, other than the audit of the Company's financial statements, have not been disclosed as the information is required to be disclosed on a consolidated basis in the consolidated financial statements of the Company's ultimate parent ITV plc.

11 Taxation

Tax charged/(credited) in the income statement

	2018	2017
	£ m	£ m
Current taxation		
UK corporation tax	-	-
UK corporation tax adjustment to prior periods	<u>-</u>	<u>17</u>
	<u>-</u>	<u>17</u>

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

11 Taxation (continued)

	2018 £ m	2017 £ m
Total current income tax	-	17
Deferred taxation		
Origination and reversal of temporary differences	6	33
Prior period adjustment	4	(15)
Total deferred taxation	10	18
Tax expense in the income statement	10	35

The tax on profit before tax for the year is lower than the standard rate of corporation tax in the UK (2017: lower than the standard rate of corporation tax in the UK) of 19% (2017: 19.25%).

The differences are reconciled below:

	2018 £ m	2017 £ m
Profit before tax	388	413
Corporation tax at standard rate of 19% (2017: 19.25%)	74	80
Prior period adjustment - current tax	-	17
Income exempt from taxation	(79)	(85)
Prior period adjustment - deferred tax	4	(15)
Deferred tax expense relating to changes in tax rates or laws	5	11
Permanent differences and group relief	6	27
Total tax charge	10	35

The Finance Act 2016, which was substantively enacted on 6 September 2016, provides for a reduction in the main rate of corporation tax to 17% from 1 April 2020 (this supersedes the reduction to 18% which was provided for in the Finance Act 2015). These rate reductions have been reflected in the calculation of deferred tax at the statement of financial position date.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

11 Taxation (continued)

Deferred tax

Deferred tax assets and liabilities

	Asset £ m	Liability £ m	Net deferred tax £ m
2018			
Accelerated tax depreciation	3	-	3
Share-based payment	1	-	1
Pension benefit obligations	-	(6)	(6)
Other items	-	-	-
	<u>4</u>	<u>(6)</u>	<u>(2)</u>
2017			
Accelerated tax depreciation	6	-	6
Share-based payment	1	-	1
Pension benefit obligations	-	(8)	(8)
Other items	-	-	-
	<u>7</u>	<u>(8)</u>	<u>(1)</u>

Deferred tax movement during the year:

	At 1 January 2018 £ m	Recognised in income £ m	Recognised in other comprehensive income £ m	At 31 December 2018 £ m
Accelerated tax depreciation	6	(3)	-	3
Share-based payment	1	-	-	1
Pension benefit obligations	(8)	(7)	9	(6)
Other items	-	-	-	-
Net tax assets/(liabilities)	<u>(1)</u>	<u>(10)</u>	<u>9</u>	<u>(2)</u>

Deferred tax movement during the prior year:

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

11 Taxation (continued)

	At 1 January 2017 £ m	Recognised in income £ m	Recognised in other comprehensive income £ m	At 31 December 2017 £ m
Accelerated tax depreciation	7	(1)	-	6
Share-based payment	1	-	-	1
Pension benefit obligations	34	(15)	(27)	(8)
Other items	2	(2)	-	-
Net tax assets/(liabilities)	<u>44</u>	<u>(18)</u>	<u>(27)</u>	<u>(1)</u>

12 Property, plant and equipment

	Land and buildings £ m	Vehicles, equipment and fittings £ m	Total £ m
Cost or valuation			
At 1 January 2018	53	79	132
Additions	7	22	29
Disposals	-	(16)	(16)
Transfer to assets held for sale	<u>(40)</u>	<u>-</u>	<u>(40)</u>
At 31 December 2018	<u>20</u>	<u>85</u>	<u>105</u>
Depreciation			
At 1 January 2018	12	45	57
Charge for the year	2	7	9
Disposals	-	(16)	(16)
Transfer to assets held for sale	<u>(9)</u>	<u>-</u>	<u>(9)</u>
At 31 December 2018	<u>5</u>	<u>36</u>	<u>41</u>
Carrying amount			
At 31 December 2018	<u>15</u>	<u>49</u>	<u>64</u>
At 31 December 2017	<u>41</u>	<u>34</u>	<u>75</u>

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

12 Property, plant and equipment (continued)

Included within the net book value of land and buildings above is £645,333 (2017: £23,410,665) in respect of freehold land and buildings, £13,823,100 (2017: £16,479,950) in respect of long leasehold land and buildings and £783,767 (2017: £1,163,397) in respect of short leasehold land and buildings.

Included within property, plant and equipment are assets in the course of construction of £Nil (2017: £36,000,000, £16,000,000 of which relates to the London Property project).

In 2018 £Nil (2017: £1,617,864) of depreciation charge was classified as exceptional (see note 4).

Included within property, plant and equipment are assets in the course of construction of £6 million (2017: £36 million).

Included within the depreciation charge for the year of £7 million is £2 million in respect of accelerated depreciation for assets made redundant as a result of restructuring. This accelerated depreciation has been recorded as an exceptional item in 2017. Refer to note 4 for further details.

Included in disposals and retirements for the year are assets written off with nil net book value that are not expected to generate any future economic benefits. This is mainly due to our departure from the London Television Centre.

Assets held for sale

In 2018, management committed to a plan to sell the London Television Centre. Accordingly all related assets have been presented at its carrying value "Asset held for sale" in the Consolidated Statement of Financial Position. The carrying value of assets held for sale by the Company is £31 million (2017: £nil). The Group acquired the freehold for the London Television Centre in 2013 for £58 million, although the Directors' view is that the fair value of the property would be significantly higher than the carrying value.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

13 Intangible assets

	Software licences and development £ m
Cost or valuation	
At 1 January 2018	84
Additions	12
Disposals	-
At 31 December 2018	<u>96</u>
Amortisation	
At 1 January 2018	63
Amortisation charge	4
At 31 December 2018	<u>67</u>
Carrying amount	
At 31 December 2018	<u>29</u>
At 31 December 2017	<u>21</u>

14 Investments

	£ m
Subsidiaries	
Cost or valuation	
At 1 January 2018	1,860
Additions	76
At 31 December 2018	<u>1,936</u>
Net book value	
At 31 December 2018	<u>1,936</u>
At 31 December 2017	<u>1,860</u>

The investment addition of £75,633,000 relates to the purchase of a share in Granada Limited.

Details of all subsidiaries, joint ventures and associates of the Company as at 31 December 2018 are disclosed in note 28.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

15 Trade and other receivables

	2018 £ m	2017 £ m
Amounts due from group undertakings	517	466
Prepayments	18	14
Other receivables	2	2
	<u>537</u>	<u>482</u>

Included in amounts due from group undertakings is an amount of £475,153,000 (2017: £395,318,000) which represents intercompany trading, has no associated interest and is repayable on demand.

Included in amounts due from group undertakings is an amount of £41,906,000 (2017: £70,295,000) which represents an intercompany tax debtor. This has no associated interest and is repayable on demand.

The carrying value of trade receivables is considered to approximate fair value.

16 Trade and other payables

	2018 £ m	2017 £ m
Trade payables	12	12
Accrued expenses	50	58
Amounts due to group undertakings	1,048	848
Social security and other taxes	53	62
Other payables	17	19
	<u>1,180</u>	<u>999</u>

Included in amounts due to group undertakings are amounts of £871,505,417 (2017: £658,579,871) which relate to balances associated with the ITV plc group treasury pooling arrangements. This balance is repayable on demand and attracts interest across multiple currencies at varying base rates ranging from 0.25% to 7.25% plus 0.5% per annum.

Included in amounts due to group undertakings are amounts of £59,832,435 (2017: £62,564,952) which relate to loans to fellow subsidiaries. This balance is repayable on demand and attracts interest 3.25% above base rate per annum.

Included in amounts due to group undertakings is an amount of £116,166,369 (2017: £127,005,858) which represents intercompany trading, has no associated interest and is repayable on demand.

The carrying value of trade payables is considered to approximate fair value.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

17 Provisions

	Property provisions £ m
At 1 January 2018	3
Additions	-
Released	(2)
At 31 December 2018	<u>1</u>
Non-current liabilities	<u>1</u>

Provisions of £444,524 (2017: £2,676,000) are classified as non current liabilities. Unwind of the discount was £Nil in 2018 and 2017.

Property provisions primarily relate to expected dilapidation costs at rental properties.

18 Pension and other schemes

Defined contribution pension scheme

The Company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the Company to the scheme and amounted to £4,905,026 (2017: £4,138,493).

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

Defined benefit pension schemes

The Company's obligation in respect of the Defined Benefit Scheme (the "Scheme") is calculated by estimating the amount of future retirement benefit that eligible employees ("members") have earned during their services. That benefit payable in the future is counted to today's value and then the fair value of scheme assets is deducted to measure the defined benefit pension position.

The liabilities of the Scheme are measured by discounting the best estimate of future cash flows to be paid using the "projected unit" method. These calculations are complex and are performed by a qualified actuary. There are many judgements and estimates necessary to calculate the Company's estimated liabilities, the main assumptions are set out later in this section. Movements in assumptions during the year are called "actuarial gains and losses" and these are recognised in the period in which they arise through the statement of comprehensive income.

The latest triennial valuation of the ITV Pension Scheme was undertaken as at 1 January 2017 by an independent actuary appointed by the Trustee of the Scheme and agreed in early 2018. The combined funding deficits of the ITV Pension Scheme as at 1 January 2017 amounted to £470 million. The deficit funding contributions for the ITV main scheme will be £60 million per annum. The next triennial valuation will be as at 1 January 2020. This will drive subsequent contribution rates.

An unfunded scheme in relation to four former Granada executives is accounted for under IAS 19 and the Group is responsible for meeting the pension obligations as they fall due. The unfunded scheme has additional security compared with the ITV main scheme, in the form of a charge over gilts held by the Group. Therefore, the £49 million securitised gilts have been classified as other pension assets to reflect the Company's net pension deficit.

The latest triennial valuation was undertaken as at 30 June 2017 and was agreed during the second half of 2018. The next triennial valuation will be as at 30 June 2020.

Unless otherwise stated, references to "the Schemes" within this note refer to the ITV Pension Scheme and the unfunded scheme. The sponsoring company of the ITV Pension Scheme is ITV Services Limited and the unfunded scheme is Granada Group Limited.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

The defined benefit pension deficit

Net pension deficit at 31 December 2018 was £106 million (2017: £137 million).

The totals recognised in the current and previous years are:

	31 December 2018 £ m	31 December 2017 £ m
Fair value of scheme assets	3,506	3,737
Present value of scheme liabilities	(3,612)	(3,874)
Defined benefit pension scheme deficit	(106)	(137)

The remaining sections provide further detail of the value of the scheme's assets and liabilities, how these are accounted for and the impact on the financial statements.

Defined benefit scheme obligations

What causes movements in the defined benefit pension obligations?

The areas that impact the defined benefit obligation (the pension scheme liabilities) position at the year end are as follows:

- Current service cost - the cost to the Group of the future benefits earned by members that relates to the members' service in the current year. This is charged to operating costs in the income statement.
- Past service cost - is a change in present value of the benefits built up by the members in the prior periods; can be positive or negative resulting from changes to the existing plan as a result of an agreement between ITV and employees or as a result of significant reduction by ITV in the number of employees covered by the plan (curtailment).
- Interest cost - the pension obligations payable in the future are discounted to the present value at year end. A discount factor is used to determine the current value today of the future cost. The interest cost is the unwinding of one year's movement in the present value of the obligation. It is broadly determined by multiplying the discount rate at the beginning of the period by the updated present value of the obligation during the period. The discount rate is a key assumption explained later in this section. This interest cost is recognised through net financing costs in the income statement.
- Actuarial gains or losses - there are broadly two causes of actuarial movements: 'experience' adjustments, which arise when comparing assumptions made when estimating the liabilities and what has actually occurred, and adjustments resulting from changes in actuarial assumptions e.g. movements in corporate bond yields or change in mortality. Key assumptions are explained in detail later in this section. Actuarial gains or losses are recognised through other comprehensive income.
- Benefits paid - any cash benefits paid out by the Scheme will reduce the obligation.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

The movement in present value of the Groups defined benefit obligation is analysed as below:

	31 December 2018 £ m	31 December 2017 £ m
Defined benefit obligation at 1 January	3,874	4,083
Current service cost	-	2
Past service cost		
- GMP equalisation	6	-
- Changes in relation to pension increases	(15)	-
- Pension increase exchange option	5	-
Interest cost	94	103
Actuarial gain	(161)	(118)
Benefits paid	(191)	(196)
Defined benefit obligation at 31 December	<u>3,612</u>	<u>3,874</u>

Of the above total defined benefit obligation at 31 December 2018, £56 million relates to unfunded schemes (2017: £58 million), including the scheme in relation to the four former Granada executives.

On 26 October 2018, a High Court ruling ("the Lloyds Case") determined that pension schemes need to address inequalities between men and women in Guaranteed Minimum Pension (GMP) earned between 17 May 1990 and 5 April 1997. This is to comply with sex discrimination legislation known as "GMP equalisation". In previous years, given the legal uncertainty on the treatment of GMP equality, no allowance had been made in the IAS 19 defined benefit obligation. The court ruling has now clarified how GMPs should be equalised and as a result, a past service cost of £6 million has been recognised in the current period.

In November 2018, the Pension Trustee entered into a bulk annuity insurance contract in respect of the benefits of two sections of the ITV Pension Scheme. This type of deal is also known as a "Buy-in". As a result of the buy-in, a past service cost of £5 million has been included in the measurement of the pension scheme liabilities. This is due to the pension increase exchange ("PIE") option no longer being available to members of these schemes. PIE is an option to give up future increases on your pension, in exchange for a higher immediate pension with lower (or no) further increases. Certain members of the sections also had a change of rate of pension increases. This change resulted in a credit of £15 million which has also been recognised as an exceptional past service cost.

Assumptions used to estimate the Scheme obligations

What are the main assumptions used to estimate the Scheme obligations?

The main assumptions are:

- An estimate of increases in pension payments;
- The life expectancy of members;
- The effect of inflation on all these factors; and
- The discount rate used to estimate the present day fair value of these obligations.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

How do we determine the appropriate assumptions?

The Group takes independent actuarial advice relating to the appropriateness of the assumptions used.

IFRS requires that we estimate a discount rate by reference to high-quality fixed income investments in the UK that match the estimated term of the pension obligations.

The inflation assumption has been set by looking at the difference between the yields on fixed and index-linked Government bonds. The inflation assumption is used as a basis for the remaining financial assumptions, except where caps have been implemented.

The discount rate has therefore been obtained using the yields available on AA rated corporate bonds, which match projected cash flows. The Group's estimate of the weighted average term of the liabilities is 15 years (2017: 15 years).

The principal assumptions used in the Scheme's valuations at the year end were:

	2018	2017
Discount rate:		
Past service liabilities	2.85%	2.50%
Future services liabilities	2.85%	2.50%
Inflation assumptions for:		
Past service liabilities	3.20%	3.15%
Future service liabilities	3.20%	3.15%
Rate of increase in pension payment (LPI 5% pension increases) (1)	3.05%	2.95%
Rate of increase to deferred pensions (CPI)	2.20%	2.15%

(1) LPI is Limited Price Index

The table below reflects published mortality investigation data in conjunction with the results of investigations into the mortality experience of Scheme members. The assumed life expectations on retirement are:

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

Post retirement mortality assumptions

	31 December 2018 Years	31 December 2017 Years		
Current UK pensioners at retirement age - male	22.50	22.50		
Current UK pensioners at retirement age - female	24.50	24.40		
Future UK pensioners at retirement age - male	24.00	23.90		
Future UK pensioners at retirement age - female	26.00	25.90		
	2018	2018	2017	2017
Retiring today at age	60	65	60	65
Males	27.2	22.5	27.1	22.5
Females	29.3	24.5	29.2	24.4
	60	65	60	65
Retiring in 20 years at age	28.8	24.0	28.7	23.9
Males	30.9	26.0	30.8	25.9
Females				

The net pension deficit is sensitive to changes in assumptions. Those are disclosed further in this section.

Total defined benefit scheme assets

At 31 December 2018, the Scheme's assets were invested in a diversified portfolio that consisted primarily of equity and debt securities and insurance policies matching the pensions due to certain members. The tables below set out the major categories of assets.

Financial instruments are in place in order to provide protection against changes in market factors (interest rates and inflation), which could act to increase the net pension deficit.

One such instrument is the longevity swap, which the Scheme transacted in 2011 to obtain protection against the effect of increases in the life expectation of the majority of pensioner members at that date. Under the swap, the Trustee agreed to make pre-determined payments in return for payments to meet the specified pension obligations as they fall due, irrespective of how long the members and their dependants live. The difference in the present values of these two streams of payments is reflected in the Scheme assets. The swap had a nil valuation at inception and, using market-based assumptions, is subsequently adjusted for changes in the market life expectancy and market discount rates, in line with its fair value.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

How do we measure the pension Scheme assets?

Defined benefit scheme assets are measured at their fair value and can change due to the following:

- Interest income on scheme assets - this is determined by multiplying the fair value of the Scheme assets by the discount rate, both taken as of the beginning of the year. This is recognised through net financing costs in the income statement;
- Return on assets arise from differences between the actual return and interest income on Scheme assets and are recognised through other comprehensive income;
- Employer's contributions are paid into the Scheme to be managed and invested; and
- Benefits and administrative expenses paid out by the Schemes will lower the fair value of the Scheme's assets.

The movement in the fair value of the defined benefit scheme's assets is analysed below:

	31 December 2018 £ m	31 December 2017 £ m
Fair value at start of year	3,737	3,716
Interest income	92	94
Return on assets, excluding interest income	(213)	41
Employer contributions	86	87
Benefits paid	(191)	(196)
Administrative expenses paid	(5)	(5)
Fair value at end of year	<u>3,506</u>	<u>3,737</u>

The actual return on the Scheme's assets, being the sum of the interest income on Scheme assets and return on Scheme assets (including other remeasurement gains), for the year ended 31 December 2018 was (£106) million (2017: £137 million).

How are the Scheme's assets invested?

At 31 December 2018, the Scheme's assets were invested in a diversified portfolio that consisted primarily of equity and debt securities and insurance policies matching pensions due to certain members. The Trustee is responsible for deciding the investment strategy for the scheme's assets, although changes in investment policies require consultation with the Group. The assets are invested in different classes to hedge against unfavourable movements in the funding obligation. When selecting the mix of assets to hold, and considering their related risks and returns, the Trustee will weigh up the variability of returns against the target long-term rate of return on the overall portfolio.

Analysis of assets

The fair value of the Scheme's assets is shown in the following table by major category:

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

	31 December 2018 £ m	31 December 2017 £ m
Liability hedging assets		
Fixed interest gilts	475	520
Index linked interest gilts	1,056	1,456
Interest rate and inflation hedging derivatives (swaps and repos)	198	279
Other bonds	755	865
Return seeking investments		
Quoted equities	169	260
Infrastructure	171	88
Property	106	109
Hedge funds / alternatives	172	193
Other investments		
Cash and cash equivalents	179	224
Insurance policies	530	41
Longevity swap fair value	(305)	(298)
	<u>3,506</u>	<u>3,737</u>

Included in the above are overseas assets of £725 million (2017: £978 million), comprised of quoted equities of £68 million (2017: £244 million) and bonds of £657 million (2017: £734 million).

In November 2018, the Pension Trustee entered into a bulk annuity insurance contract in respect of the benefits of two sections of the ITV Pension Scheme. This type of deal is also known as a "Buy-in". A buy-in is where the Trustee purchases an insurance policy which is effectively a scheme asset which pays the members benefits. The ultimate obligation to pay the members benefits still remains with the scheme.

As the acquisition of the insurance contract is an investment decision and this has been accounted for through the Statement of Other Comprehensive Income. For IAS 19 purposes, the fair value of this insurance contract is set equal to the valuation of the insured member benefits using the IAS 19 assumptions. As these two sections of the ITV Pension Scheme were in a surplus position under IAS 19, this has resulted in an investment loss of £94 million within the Group's Statement of Other Comprehensive Income.

The Trustee entered a longevity swap in 2011, which provides cash flow certainty by hedging the risk of increasing life expectancy over the next 70 years for 11,700 of current pensioners at inception covering £1.7 billion of the pension obligation. The fair value of the longevity swap equals the discounted value of the projected net cash flows resulting from the contract and has reduced in value in 2018.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

Sensitivity analysis

Defined pension deficit sensitivities

Which assumptions have the biggest impact on the Scheme?

It is important to note that comparatively small changes in the assumptions used may have a significant effect on the consolidated income statement and statement of financial position. This “sensitivity” to change is analysed below to demonstrate how small changes in assumptions can have a large impact on the estimation of the defined benefit pension deficit. The Trustee manages the investment, mortality and inflation risks to ensure the pension obligations are met as they fall due.

The investment strategy is aimed at the valuation obligation rather than IAS 19 defined pension deficit value. As such, the effectiveness of the risk hedging strategies on a valuation basis will not be the same as on an accounting basis. Those hedging strategies have significant impact on the movement in the net pension deficit as assumptions change, offsetting the impacts on the obligation disclosed below.

In practice, changes in one assumption may be accompanied by offsetting changes in another assumption (although this is not always the case). Changes in the assumptions may occur at the same time as changes in the market value of Scheme assets, which may or may not offset the changes in assumptions.

Changes in assumptions have a different level of impact as the value of the net pension deficit fluctuates, because the relationship between them is not linear.

The analysis below considers the impact of a single change in principal assumptions on the defined benefit obligation while keeping the other assumptions unchanged and does not take into account any risk hedging strategies:

	31 December 2018			31 December 2017		
	+ 0.1%	0.0%	- 0.1%	+ 0.1%	0.0%	- 0.1%
Adjustment to discount rate	£ m	£ m	£ m	£ m	£ m	£ m
Present value of total obligation	(62)	-	58	(60)	-	60

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

			31 December 2017		
Adjustment to rate of inflation (RPI)	0.0%	+ 0.1%	0.0%	- 0.1%	
	£ m	£ m	£ m	£ m	
Present value of total obligation	29	(29)	15	-	(25)
			31 December 2017		
Adjustment to rate of inflation (CPI)	0.0%	+ 0.1%	0.0%	- 0.1%	
	£ m	£ m	£ m	£ m	
Present value of total obligation	10	10	10	-	(10)
31 December 2018			31 December 2017		
Adjustment to mortality age rating assumption (life expectancy)	+ 1 Year	None	+ 1 Year	None	- 1 Year
	£ m	£ m	£ m	£ m	£ m
Present value of total obligation	96	-	110	-	-

The sensitivity analysis has been determined by extrapolating the impact on the defined benefit obligation at the year end with changes in key assumptions that might reasonably occur.

While the Scheme's risk hedging strategy is aimed at a valuation basis, the Directors estimate that on an accounting basis it would significantly reduce the above impact on the defined benefit obligation.

In particular, an increase in assumption of life expectations by one year would benefit from an estimated increase of the value of the longevity swap by £100 million and the value of the bulk annuity insurance contracts by £15 million, resulting in a net reduction in the defined pension deficit of £15 million.

Further, the ITV Pension Scheme invests in UK Government bonds and interest rate and inflation swap contracts and therefore movements in the defined benefit obligation are typically offset, to an extent, by asset movements.

What was the impact of movements on the Scheme's assets and liabilities?

The sections above describe how the Scheme obligations and assets are comprised and measured. The following section sets out the impact of various movements and expenses on the Scheme on the Group's financial statements.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

Amounts recognised in the income statement

	31 December 2018 £ m	31 December 2017 £ m
Amounts recognised in operating profit		
Current service cost	-	(2)
Scheme administration expenses	(5)	(5)
Recognised in arriving at operating profit	(5)	(7)
Amounts recognised in finance income or costs		
Net interest on defined benefit obligation	(2)	(9)
Past Service cost	4	-
Recognised in other finance cost	2	(9)
Total recognised in the income statement	(3)	(16)

Amounts taken to the Statement of Comprehensive Income

	31 December 2018 £ m	31 December 2017 £ m
Return on plan assets, excluding amounts included in interest income/(expense)	(213)	41
Actuarial (losses) / gains arising from changes in demographic assumptions	-	(30)
Actuarial gains on liabilities arising from change in experience adjustments	(5)	136
Actuarial gains / (losses) arising from changes in financial assumptions	165	12
Amounts recognised in the Statement of Comprehensive Income	(53)	159

The £166 million actuarial gain on the Scheme's liabilities was principally due to changes in bond yields. The £219 million loss on the Scheme's assets primarily results from increase bond yields and the purchase of the bulk annuity insurance contracts which have led to assets under performing expectations.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

18 Pension and other schemes (continued)

Addressing the defined benefit pension deficit

The Group works closely with the Trustee to agree appropriate levels of funding for the Scheme. This involves agreeing a Schedule of Contributions at each triennial valuation, which specifies the contribution rates for the employer and, where relevant, scheme members and the date these contributions are due. A recovery plan setting out the steps that will be taken to address a funding shortfall is also agreed.

In the event that the Group's defined benefit scheme is in a net liability position, the Directors must take steps to manage the size of the deficit. Apart from the funding agreements mentioned above, this could involve pledging additional assets to the Scheme, as was the case in the SDN and London Television Centre pension funding partnerships.

The levels of ongoing contributions to the Scheme are based on the current service costs (as assessed by the Scheme Trustee) and the expected future cash flows of the Scheme. Deficit funding contributions for the main ITV scheme in 2019 are expected to be £60 million (2018: £66 million), assuming current contribution rates continue as agreed with the Trustee.

The Group has two asset-backed pension funding agreements with the Trustee and makes annual payments of £11 million for 12 years from 2011, and also £3 million, increasing by 5% per annum until 2038. In 2019, a payment of £14 million is expected as a result of those agreements.

IFRIC 14 clarifies how the asset ceiling rules should be applied if the Schemes are expected to be in surplus, for example as a result of deficit funding agreements. The Group has determined that it has an unconditional right to a refund of any surplus assets if the Schemes are run off until the last member dies. On this basis, IFRIC 14 rules do not cause any change in the pension deficit accounting or disclosures.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

19 Share-based payments

The Company utilises share award schemes as part of its employee remuneration packages, and therefore operates a number of Group share-based compensation schemes, namely the Deferred Share Award (DSA), Performance Share Plan (PSP), Long Term Incentive Plan (LTIP) and Save As You Earn (SAYE) schemes. The Share-based compensation is not pensionable.

A transaction will be classed as share-based compensation where the Company receives services from employees and pays for these in shares or similar equity instruments. If the Company incurs a liability linked to the price or value of the Group's shares, this will also fall under a share-based transaction.

The fair value of the share options and awards is measured using either market price at grant date or, for the SAYE scheme, a Black-Scholes model, taking into account the terms and conditions of the individual scheme.

Vesting conditions are limited to service conditions and performance conditions. For performance-based schemes, the relevant performance measures are projected to the end of the performance period in order to determine the number of options expected to vest. The estimate is then used to determine the option fair value, discounted to present value. The Company revises its estimates of the number of options that are expected to vest, including an estimate of forfeitures at each reporting date. The impact of the revision to original estimates, if any, are recognised in the income statement, with a corresponding adjustment to equity.

Exercises of share options granted to employees can be satisfied by market purchase or issue of new shares. No new shares may be issued to satisfy exercises under the terms of the DSA. During the year all exercises were satisfied by using shares purchased in the market and held in the ITV Employees' Benefit Trust.

The weighted average share price of share options exercised during the year was 18.39p (2017: 44.87p). The options outstanding at the year end have an exercise price in the range of nil to 206.83p and a weighted average contractual life of 2 years (2017: 2 year).

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

20 Share capital

Allotted, called up and fully paid	2018		2017	
	No.	£	No.	£
Cumulative preference shares of £1 each	2,130	2,130	2,130	2,130
Ordinary B shares of £0.05 each	12,524	626	12,523	626
	<u>14,654</u>	<u>2,756</u>	<u>14,653</u>	<u>2,756</u>

New share issue

During the year 1 Ordinary B share having an aggregate nominal value of £0.05 was issued for an aggregate consideration of £75,632,755 for the purpose of raising capital to increase its investment in Granada Limited.

Rights, preferences and restrictions

Preference shares have the following rights, preferences and restrictions:

The holders of the redeemable preference shares have waived their right to preference share dividends and the right to exercise their option to redeem their shares. As such these shares have been classified as equity.

21 Dividends

	31 December 2018 £ m	31 December 2017 £ m
Interim dividend of £31,938.68 (2017: £33,937.55) per ordinary share	<u>400</u>	<u>425</u>

The Directors are proposing a final dividend of £Nil (2017: £Nil) per share totalling £Nil (2017: £Nil).

22 Obligations under leases and hire purchase contracts

Operating leases

The Company's operating leases relate to offices, properties and other assets such as cars and office equipment. Property leases run for terms ranging from five to 20 years, depending on the expected operational use of the site. Leases may include break clauses or options to renew (options to renew are not included in the commitments table). Lease payments are generally subject to market review every five years to reflect market rentals, but because of the uncertainty over the amount of any future changes, such changes have not been reflected in the table below. None of the lease agreements include contingent rentals. The total undiscounted future minimum lease payments under non-cancellable operating leases are due for payment as follows:

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

22 Obligations under leases and hire purchase contracts (continued)

The total future value of minimum lease payments is as follows:

	31 December 2018 £ m	31 December 2017 £ m
Within one year	8	8
In two to five years	26	30
In over five years	18	5
	<u>52</u>	<u>43</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £7,755,247 (2017: £8,038,217).

23 Commitments

Capital commitments

The total amount contracted for but not provided in the financial statements was £1,863,683 (2017: £11,041,920). These costs relate to a site move and technology projects.

24 Contingent liabilities

Under a Group registration the Company is jointly and severally liable for the VAT at 31 December 2018 of £39 million (2017: £45 million).

25 Parent of group in whose consolidated financial statements the Company is consolidated

The name of the parent of the group in whose consolidated financial statements the Company's financial statements are consolidated is ITV plc.

These financial statements are available upon request from 2 Waterhouse Square, 140 Holborn, London, EC1N 2AE.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

26 Parent and ultimate parent undertaking

The Company's immediate parent is ITV Holdings Limited.

The ultimate parent is ITV plc. ITV plc is incorporated in the UK.

The most senior parent entity producing publicly available financial statements is ITV plc. These financial statements are available upon request from 2 Waterhouse Square, 140 Holborn, London, EC1N 2AE.

The ultimate controlling party is ITV plc.

27 Subsequent events

Sale Of London Television Centre

On 8 November 2019, ITV exchanged contracts for the sale of the London Television Centre on the South Bank to Mitsubishi Estate London Limited in an all-cash transaction for £145.6m. Completion occurred on 22 November 2019.

In 2014, ITV established a Pension Funding Partnership with the Trustees backed by The London Television Centre which resulted in the assets of Section A of the defined benefit pension scheme being increased by £50m. Part of the proceeds of the sale of the South Bank site, net of tax and fees, will be used to replace the asset security, and the remaining sale proceeds used to reduce ITV Group's net debt.

Other

On 8 February 2019, it had been approved by the directors of the board that there would be an allotment of one ordinary share in the capital of the company in exchange for a capital injection of £11,782,438. Subsequently, the Company subscribed for one ordinary share in a fellow subsidiary in exchange for a capital injection of £11,782,438.

On 21 June 2019 it had been approved by the directors of the board that there would be an allotment of one ordinary share in the capital of the company in exchange for a capital injection of £347,695,340. Subsequently, the Company subscribed for one ordinary share in a fellow subsidiary in exchange for a capital injection of £347,695,340.

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments

Details of the subsidiaries as at 31 December 2018 are as follows:

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Artist Services Cable Pty Ltd	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
Artist Services Investments Pty Limited	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
Artist Services Productions Pty Ltd	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
Granada Media International (Australia) Pty Ltd	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
Granada Media Investments (Australia) Pty Ltd	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
Granada Productions Pty Ltd	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
ITV Global Entertainment Pty Limited	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Services Pty Ltd	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
ITV Studios Australia Pty Limited	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
Totally Full Frontal Productions Pty Limited	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	100%
LTP Productions Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	Canada	75%
Think Factory Productions Canada Ltd	Bucchil Goldstein LLP, 662 King Street West, Suite 304, Toronto ON M5V 1M7, Canada	Common	Canada	65%
Granada December Eight Limited	Appleby Corporate Services (Cayman) Limited, Clifton House, 75 Fort Street, P.O. Box 190 GT, Georgetown, Grand Cayman, KY1-1108, Cayman Islands	ordinary	Cayman Islands	100%
Granada December Nine Limited	Appleby Corporate Services (Cayman) Limited, Clifton House, 75 Fort Street, P.O. Box 190 GT, Georgetown, Grand Cayman, KY1-1108, Cayman Islands	ordinary	Cayman Islands	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Holdings (Cayman) Limited	c/o Esera Trust (Cayman) Limited, Clifton House, 75 Fort Street, P.O. Box 1350, Georgetown, Grand Cayman, KY1-1108, Cayman Islands	ordinary	Cayman Islands	100%
Talpa Chile SpA	calle Cerro El Plomo 5855, oficina 1605, comuna de Las Condes, Region Metropolitana, Chile	ordinary	Chile	100%
ITV Studios Denmark Holdings Aps	DLA Piper Denmark, Radhuspladsen 4, 1550 Kobenhavn V, Denmark	ordinary	Denmark	100%
United Productions ApS	Finsensvej 6E, 2000, Frederiksberg, Denmark	ordinary	Denmark	100%
Talpa Nordic ApS	Mosedalvej 14, 2500, Valby, Copenhagen, Denmark	ordinary	Denmark	51%
ITV Studios Finland Oy	Elimaenkatu 9 A, Helsinki, 00510, Finland	ordinary	Finland	100%
Beaubourg Audiovisuel	5-7 Rue, Saint-Augustin, 75002, Paris, France	ordinary	France	100%
ITV Studios France Holdings SAS	38 Quai du Point du Jour 92100 Boulogne-Billancourt, France	ordinary	France	100%
ITV Studios France SAS	38 Quai du Point du Jour 92100 Boulogne-Billancourt, France	ordinary	France	100%
ITV Studios Talpa France	tbc	tbc	France	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Phara Prod International	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	65.04%
Tetra Media Studio SAS	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	100%
Shoot Again Productions	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	61.79%
Tetra Media Fiction	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	50.7%
ITV Studios Germany GmbH	Agrippastraße, 87-93, 50676, Köln, Germany	ordinary	Germany	100%
ITV Studios Germany Holdings GmbH	Agrippastraße, 87-93, 50676, Köln, Germany	ordinary	Germany	100%
Talpa Germany Fiction GmbH	Gethiner Strasse 5, 10785, Berlin, Germany	ordinary	Germany	100%
Talpa Germany GmbH & Co KG	Jenfelder Allee 80, 22039, Hamburg, Germany	ordinary	Germany	100%
Talpa Germany Verwaltungs GmbH	Jenfelder Allee 80, 22039, Hamburg, Germany	ordinary	Germany	100%
Imago TV Film und Fernsehproduktion GmbH	Keplerstrasse 4-6, 10589, Berlin, Germany	ordinary	Germany	80%
Elecrent Insurance Limited	P.O. Box 308, St. Peter Port House, Union Street, St. Peter Port, GY1 3TA, Guernsey	ordinary	Guernsey	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Global Entertainment (Hong Kong) Limited	Rooms 517–520, 5th Floor, Sun Hung Kai Centre, 30 Harbour Road, Wan Chai, Hong Kong	ordinary	Hong Kong	100%
Talpa China Limited	11/F, Unit B, Winbase Centre, 208 Queen's Road Central, Sheung Wan, Hong Kong	ordinary	Hong Kong	100%
UTV Pension Scheme Limited	City Quays 2, 8th Floor, 2 Clarendon Road, Belfast, BT1 3YD, United Kingdom	ordinary	Ireland	100%
Cattleya Srl	Piazzale Valerio Massimo, 7, 00162, Roma, Italy	ordinary	Italy	51%
Radio Cattleya Srl	Piazzale Valerio Massimo, 7, 00162, Roma, Italy	ordinary	Italy	51%
Channel Television Limited	Le Capelain House, Castle Quay, St. Helier, JE2 3EH, Jersey	ordinary	Jersey	100%
ITV London Properties Limited	Ogier House, The Esplanade, St. Helier, JE4 9WG, Jersey	ordinary	Jersey	100%
ITV Properties (Jersey) Limited	Ogier House, The Esplanade, St. Helier, JE4 9WG, Jersey	ordinary	Jersey	100%
April, May en June BV	Zevenend 45 IV, 1251RL, Laren, Netherlands	ordinary	Netherlands	100%
Global Music & Talent Agency B.V.	Family de Mollaan 1, 1217 ZB Hilversum, Netherlands	ordinary	Netherlands	100%
ITV Studios Netherlands B.V.	Family de Mollaan 1, 1217 ZB Hilversum, Netherlands	ordinary	Netherlands	100%
MasMedia B.V.	Noorderweg 8, 1221 AA, Hilversum, Netherlands	ordinary	Netherlands	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Stichting 'Derdengelden' TV Producties	Familie de Mollaan 1, 1217 ZB, Hilversum, Netherlands	ordinary	Netherlands	100%
Talpa Content B.V.	Familie de Mollaan 1, 1217 ZB, Hilversum, Netherlands	ordinary	Netherlands	100%
Talpa Fictie B.V.	Haarlemmer Houttuinen, 21 1013 GL, Amsterdam, Netherlands	ordinary	Netherlands	100%
Talpa Germany Holding B.V.	Family de Mollaan 1, 1217 ZB Hilversum, Netherlands	ordinary	Netherlands	100%
Talpa Global B.V.	Family de Mollaan 1, 1217 ZB Hilversum, Netherlands	ordinary	Netherlands	100%
Talpa Non-Spot B.V.	Familie de Mollaan 1, 1217 ZB, Hilversum, Netherlands	ordinary	Netherlands	100%
Talpa Producties B.V.	Familie de Mollaan 1, 1217 ZB, Hilversum, Netherlands	ordinary	Netherlands	100%
Utopia B.V.	Zevenend 45, 1251 RL, Laren, North Holland, Netherlands	ordinary	Netherlands	100%
Vorst Media B.V.	Hollandse Kade 34, 1391JM, Abcoude, Netherlands	ordinary	Netherlands	100%
ITV Studios Norway AS	Lars Hilles Gate 30, 5008, Bergen, Norway	ordinary	Norway	100%
Talpa Asia Pte. Ltd.	198A Telok Ayer Street, Singapore 068637, Singapore	ordinary	Singapore	100%
ITV Studios Nordic AB	Soder Malarstrand 65, 11825, Stockholm, Sweden	ordinary	Sweden	100%
ITV Studios Scandinavia Holdings AB	Soder Malarstrand 65, 11825, Stockholm, Sweden	ordinary	Sweden	100%
ITV Studios Sweden AB	Soder Malarstrand 65, 11825, Stockholm, Sweden	ordinary	Sweden	95%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Studios Germany GmbH, Köln, Zweigniederlassung Zürich	Scharenmoosstrasse 105, 8052, Zurich, Switzerland	branch	Switzerland	100%
Maximum Media Production FZ-LLC	Building 2, Dubai Media City, Dubai, UAE	ordinary	UAE	90%
Talpa Arabia Holding Ltd	Building 2, Dubai Media City, Dubai, UAE	ordinary	UAE	90%
Talpa Middle East FZ-LLC	Building 2, Dubai Media City, Dubai, UAE	ordinary	UAE	90%
Talpa Middle East Lebanon S.A.R.L	Building 2, Dubai Media City, Dubai, UAE	ordinary	UAE	90%
12 Yard (North) Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
12 Yard Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
12 Yard Productions (Investments) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
12 Yard Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Back Productions Limited	26 Nassau Street, London, W1W 7AQ, United Kingdom	ordinary	UK	100%
BGSS Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk Bliss Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Big Talk Cold Feet Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk Diana Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk Investments Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk JL Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk Living the Dream Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk Mum Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk NEWCO 4 Limited (now Big Talk Goes Wrong Limited)	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk NEWCO 5 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%
Big Talk Peacock Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk Pictures Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Big Talk Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Big Talk Time Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Boom Cymru TV Ltd	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	100%
Broad Street Films Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Campania Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	Ordinary and cumulative redeemable preference	UK	100%
Carbon Media Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Active Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Cinema Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Content Holdings Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Entertainment	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Film Distributors Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Films Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Carlton Food Network Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carlton Programmes Development Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Carltonco Forty-Five Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Castlefield Properties Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Cat's on the Roof Media Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Central Television Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Channel Television Holdings Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Cosgrove Hall Films Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
COTR (NEWCO 1) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%
Cynhyrchiadau Boomerang Cyf	218 Penarth Road, Cardiff, CF11 8NN, United Kingdom	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Denipurna Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
DTV Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Electronic Rentals Group	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
EQ Pictures Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
GIL Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Gorilla TV Group Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	100%
Gorilla TV Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	100%
Granada AV Solutions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Film	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Film Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Group Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Granada Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Media Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	Ordinary and part preference	UK	100%
Granada Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Properties	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Screen (2005) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Television International	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Television Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Television Overseas Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada Television Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Granada UK Rental and Retail Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	Ordinary and cumulative preference	UK	100%
Indus Films Limited	218 Penarth Road, Cardiff, CF11 8NN, United Kingdom	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Interactive Telephony Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
International Television Enterprises London Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary and redeemable preference	UK	100%
ITC Distribution	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITC Entertainment Group Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITC Entertainment Holdings Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV (Scotland) Limited	Quartermile One, 15 Lauriston Place, Edinburgh, Scotland, EH3 9EP, United Kingdom	ordinary	UK	100%
ITV (Victor) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE		UK	100%
ITV 112 Limited	ITV Orange Tower, Media City Uk, Salford, United Kingdom, M50 2HF	ordinary	UK	100%
ITV Bancroft 2 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Bancroft Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Barking Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Border Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Breakfast Broadcasting Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Breakfast Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Broadcasting Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Central Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Channels Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Confession Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Consumer Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Dark Heart Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV DC Trustee Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Digital Channels Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Enterprises Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV F&B Limited (formerly ITV Studios NEWCO 13 Limited)	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%
ITV Global Content Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Global Entertainment Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV HG Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Home Fires Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV International Channels (Asia) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Leila Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Little Boy Blue Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Loch Ness Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV LTVC (Scotland) Limited	Quartermile One, 15 Lauriston Place, Edinburgh, Scotland, EH3 9EP, United Kingdom	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Meridian Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Mr Selfridge Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Network Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	Guarantee	UK	100%
ITV News Channel Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	Ordinary and preference	UK	100%
ITV Pension Scheme Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary and deferred	UK	100%
ITV Play Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Rights Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Shetland Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Studios (Israel) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Studios Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Studios NEWCO 14 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%
ITV Studios NEWCO 15 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%
ITV Studios NEWCO 16 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%
ITV Studios NEWCO 17 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	common	UK	100%
ITV Supplementary Pension Scheme Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV T&B Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Tennison Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Text Santa Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV The Bay Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV The Man Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Thunderbirds Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Top Class Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Trauma Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Ventures Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Vera Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Wales & West Group Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Wales & West Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV Wild Bill Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV2 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV3 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
ITV4 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Juice Music UK Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
London News Network	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
London Weekend Television Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
LWT (Holdings) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary and special deferred	UK	100%
LWT Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (ABC) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (AR) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (ATTWN) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Bouquet) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (BW) Limited	Round Foundry Media Centre, Foundry Street, Leeds, LS11 5QP, United Kingdom	ordinary	UK	100%
Mammoth Screen (City) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (End) Ltd	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Mammoth Screen (End2) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (End5) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (End6) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Falcon) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Fearless) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Monroe) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (NC) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (NE) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (NI) Limited	5 Cromac Avenue, The Gasworks, Belfast, Northern Ireland, BT7 2JA, United Kingdom	ordinary	UK	100%
Mammoth Screen (NOK) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (NW) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Mammoth Screen (OBI) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (PE) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Pol2) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Pol3) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Pol4) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Pol5) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Poldark) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (QV) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (RM) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Serpent) Ltd	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (SG) Ltd	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Mammoth Screen (VF) Ltd	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (Vic3) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (WFTP) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (WH) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (WOF) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen (WOTW) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Mammoth Screen Ltd	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Millbank Studios	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Morning TV Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Moving Picture Company Films Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
New Providence Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Pickwick Packaging Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
SDN Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Sightseers Film Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
So Television Developments Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
So Television Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Television Music Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
The CITV Channel Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
The Garden Productions (Film) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
The Garden Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
The London Studios Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
UTV Limited	City Quays 2, 8th Floor, 2 Clarendon Road, Belfast, BT1 3YD, United Kingdom	ordinary	UK	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
VOD Member (ITVA) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
VOD Member (ITVB) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Westcountry Television Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Yorkshire Television Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Yorkshire-Tyne Tees Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Yorkshire-Tyne Tees Television Enterprises Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
Zebedee Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
World of Sport Wrestling Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	100%
World Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
WP (NEWCO 3) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
WP (NEWCO 4) Limited (now WP Save Me 2 Limited)	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
WP Anne Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
WP Bodyguard Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
WP LOD5 Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
World Productions (Gone) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
World Productions (Northern Ireland) Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
World Productions (BTK) Limited (dissolved 26.02.2019)	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
World Productions (Dark Angel) Limited (dissolved 29.01.2019)	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	92%
3sixtymedia Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	80%
Boom Pictures Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	75%
Double Double Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	75%
ITV TFG Holdings Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	75%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
TwoFour Broadcast Limited	TwoFour Studios, Estover, Plymouth, Devon, PL6 7RG, United Kingdom	ordinary	UK	75%
TwoFour Group Holdings Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	75%
TwoFour Group Limited	TwoFour Studios, Estover, Plymouth, Devon, PL6 7RG, United Kingdom	ordinary	UK	75%
Second Act Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	50%
Bait Studio Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	55%
Cirkus Limited	The Met Building, 22 Percy Street, London, W1T 2BU, United Kingdom	ordinary	UK	55.67%
Possessed Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	51%
Crook Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	50.01%
Gameface Productions Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	50.01%
OSF (Wales) Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	85%
Oxford Scientific Films Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	85%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV LTVC Scottish Limited Partnership	Quartermile One, 15 Lauriston Place, Edinburgh, Scotland, EH3 9EP, United Kingdom	Membership / Partnership	UK	100%
ITV Scottish Limited Partnership	Quartermile One, 15 Lauriston Place, Edinburgh, Scotland, EH3 9EP, United Kingdom	Membership / Partnership	UK	100%
ALB1819 Productions Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Anglia Television, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA		USA	100%
Cardinal Productions of Ohio, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Carlton Media Company, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Chad Alan Productions, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Critical Productions Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Double Down Films, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Electric Farm Entertainment Holdings Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Fourth State Productions Inc	CT Corporation System, 289 S. Culver Street, Lawrenceville, GA, 30046-4805, USA	Common	USA	100%
Gear Shop Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	common	USA	100%
Granada Cracker US Productions	CT Corporation System, 818 West Seventh Street, Suite 930, Los Angeles, CA 90017, USA	Common	USA	100%
Granada Television International, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Gritty Productions, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
GWC Enterprises Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	common	USA	100%
Hamdon Entertainment, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITC Distribution, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITC Entertainment Group, Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITC Films, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITC Productions, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV America Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Believe Holding, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Blumhouse Holding Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Diga Holding, Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Entertainment Services Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Global Entertainment, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Gritty Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Gurney Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV HN Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV International Corporation	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Leftfield Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV New Form Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV NewTV Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Popco Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Southpoint Holding Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Studios America Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Studios, Inc.	CT Corporation System, 818 West Seventh Street, Suite 930, Los Angeles, CA 90017, USA	Common	USA	100%
ITV SVOD Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Thinkfactory Holding Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV Tomorrow Holding, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
ITV US Holdings, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
ITV Videology Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
JB Entertainment Holding Company, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Kirkstall Road Enterprises, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Krewed Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Leftfield Entertainment, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Leftfield Pictures of NY Holdings, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Leftfield Pictures of NY, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Leftfield Ventures, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
LWT Enterprises Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Moving Pictures Services Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Over the Pond Productions, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Post 460 Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Quay Street Enterprises, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Sirens Media, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Solowe Productions Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Southbank Studios Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Southsquare Productions Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Talpa Media USA, Inc.	CT Corporation System, 818 West Seventh Street, Suite 930, Los Angeles, CA 90017, USA	Common	USA	100%
Talpa North America Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Trailer Park Productions, Inc	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%
Upper Ground Enterprises, Inc.	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Common	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Outpost Entertainment, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	80%
East Olive Productions LLC	CT Corporation System, 818 West Seventh Street, Suite 930, Los Angeles, CA 90017, USA	Membership / Partnership	USA	75%
Loud Television, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	75%
Next Steps Productions, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	75%
Tomorrow ITV Studios LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	preference	USA	75%
Twofour America, LLC	CT Corporation System, 818 West Seventh Street, Suite 930, Los Angeles, CA 90017, USA	Membership / Partnership	USA	75%
DGK 5, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Film Productions Rentals, LLC	CT Corporation System, 818 West Seventh Street, Suite 930, Los Angeles, CA 90017, USA	Membership / Partnership	USA	100%
Highball Music Group, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Marriage Boot Camp Reality Stars, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Signal Post Facilities, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Sound and Stage Studios, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Thinkfactory Group, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	100%
Thinkfactory Media, LLC	1640 South Sepulveda Boulevard, Suite 300, Los Angeles, CA 90025, USA	Membership / Partnership	USA	100%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Proportion of ownership of incorporation and interest and principal place of voting rights held	Country of	Share Type	business	Registered Office	Name of Subsidiary
100%			The Corporation Trust Membership / USA	Company, Corporate Trust Partnership Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Web Legal, LLC
100%			The Corporation Trust Membership / USA	Company, Corporate Trust Partnership Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Westside Film Partners, LLC
61.5%			CT Corporation System, Membership / USA	3867 Plaza Tower Drive East Baton Rouge Parish, Baton Rouge, LA 70816, USA	Feeding Time Productions, LLC
61.5%			CT Corporation System, Membership / USA	The Corporation Trust Membership / USA Company, Corporate Trust Partnership Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	FT Productions, LLC
61.5%			CT Corporation System, Membership / USA	CT Corporation System, Membership / USA 818 West Seventh Street, Partnership Suite 930, Los Angeles, CA 90017, USA	Gurney Productions, LLC
61.5%			CT Corporation System, Membership / USA	CT Corporation System, Membership / USA 818 West Seventh Street, Partnership Suite 930, Los Angeles, CA 90017, USA	Hollywood Camera and Lighting, LLC
61.5%			CT Corporation System, Membership / USA	CT Corporation System, Membership / USA 818 West Seventh Street, Partnership Suite 930, Los Angeles, CA 90017, USA	RICMA, LLC

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Subsidiary	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Yukon RAFT Productions, LLC	Incorp Services Inc, 101 E. 9th Avenue, Suite 12-B, Anchorage, AK99501-3651, USA	Membership / Partnership	USA	61.5%
High Noon Group, LLC	The Hodson Law Firm, 1129, East 17th Avenue, Denver, CO 80014, USA	Membership / Partnership	USA	60%
High Noon Productions, LLC	The Hodson Law Firm, 1129, East 17th Avenue, Denver, CO 80014, USA	Membership / Partnership	USA	60%
Jaffe/Braunstein Entertainment, LLC	321 Southern Beverly Drive, Suite M, Beverly Hills, CA 90212, USA	Membership / Partnership	USA	51%

Associates

Details of the associates as at 31 December 2018 are as follows:

Name of Associate	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
GC Films Pty Limited	Level 5, Building 61, Fox Studios Australia, 38 Driver Avenue, Moore Park NSW 2021, Australia	ordinary	Australia	49%
Apple Tree Productions ApS	Aumento Advokatfirma, Ny Osteragde 3,4, 1101, Kobenhavn, Denmark	ordinary	Denmark	25%
Tangaro	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	42.28%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Associate	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
SCI MD 60	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	32.52%
Funny Corp	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	33.17%
Macondo Productions Audiovisueles	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	33.17%
Beaubourg Audiovisuel	5-7 Rue, Saint-Augustin, 75002, Paris, France	ordinary	France	32.52%
Beaubourg Fiction	5-7 Rue, Saint-Augustin, 75002, Paris, France	ordinary	France	32.52%
Beaubourg Stories	5-7 Rue, Saint-Augustin, 75002, Paris, France	ordinary	France	32.52%
Gedesel	4 Rue de Commaille, 75007, Paris, France	ordinary	France	33.17%
15.15 Productions	10 Rue Maitre Jacques, 92100 Boulogne, Billancourt, France	ordinary	France	32.52%
Think Cattleya Srl	Piazzale Valerio Massimo, 7, 00162, Roma, Italy	ordinary	Italy	25.5%
Identity Mansion B.V.	Westersingel 108, 3015 LD Rotterdam, Netherlands	ordinary	Netherlands	25%
Pomper & Linders B.V.	Keizersgracht 149a, 1015CL, Amsterdam, Netherlands	ordinary	Netherlands	20%
Appletree Productions AB	Söder Märlarstrand 65, 118 25, Stockholm, Sweden	ordinary	Sweden	25%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Associate	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Unforgotten 3 Ltd	Kingsbourne House, 229-231 High Holborn, London, WC1V 7DA, United Kingdom	ordinary	UK	38.25%
Age Before Beauty Limited	Kingsbourne House, 229-231 High Holborn, London, WC1V 7DA, United Kingdom	ordinary	UK	38.25%
Cloth Cat Animation Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	41.25%
Cloth Cat LBB Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	41.25%
Thud Media Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	41.25%
Independent Television News Limited	200 Gray's Inn Road, London, WC1X 8HF, United Kingdom	ordinary	UK	40%
Gold Digger Productions Limited	Kingsbourne House, 229-231 High Holborn London, United Kingdom, WC1V 7DA	ordinary	UK	38.25%
Mainstreet Pictures Limited	Kingsbourne House, 229-231 High Holborn, London, WC1V 7DA, United Kingdom	ordinary	UK	38.25%
Malacara Limited	218 Penarth Road, Cardiff, CF11 8NN, United Kingdom	ordinary	UK	49%
Thinkbox TV Limited	Manning House, 22 Carlisle Place, London, SW1P 1JA, United Kingdom	ordinary	UK	28.58%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Associate	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Cirkus International Limited	The Met Building, 22 Percy Street, London, W1T 2BU, United Kingdom	ordinary	UK	28%
Clearcast Limited	4 Roger Street, 2nd Floor, London, WC1X 2JX, United Kingdom	ordinary	UK	25%
Koska Limited	Jessop House, Jessop Avenue, Cheltenham, Gloucestershire, United Kingdom, GL50 3WG	ordinary	UK	25%
Genial Productions Limited	39 Long Acre, London, WC2E 9LG,	ordinary	UK	25%
Monumental Television Limited	9 St. Peters Street, London, N1 8JD, United Kingdom	ordinary	UK	24.92%
Route 24 Limited	York House, Empire Way, Wembley, Middlesex, HA9 0FQ, United Kingdom	ordinary	UK	24.9%
Absolutely Rights Limited	18 The Glasshouse Studios, Fryern Court Road, Fordingbridge, Hampshire, SP6 1NG, United Kingdom	ordinary	UK	20%
DTV Services Limited	27 Mortimer Street, London, W1T 3JF, United Kingdom	ordinary	UK	20%
That Mitchell and Webb Company Limited	26 Nassau Street, London, W1W 7AQ, United Kingdom	ordinary	UK	20%
Digital UK Limited	27 Mortimer Street, London, W1T 3JF, United Kingdom	Guarantee	UK	25%
DTT Multiplex Operators Limited	27 Mortimer Street, London, W1T 3JF, United Kingdom	Guarantee	UK	25%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Associate	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Circle of Confusion Television Studios LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	49%
South Circle Productions LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	ordinary	USA	49%
Blumhouse TV Holdings LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	45%
Electric Farm Entertainment LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	10%

Joint ventures

Details of the joint ventures as at 31 December 2018 are as follows:

Name of Joint Venture	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
100% Distribution	60 Rue Marcel Dassault, 92100, Boulogne-Billancourt, France	ordinary	France	50%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Joint Venture	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
The Lab Television 2013 Limited Partnership	23 Habarzel Street, Tel Aviv, 69710, Israel	ordinary	Israel	50%
Talpa Italia Srl	Via Enrico, Tazzoli 6, Rome, Italy	ordinary	Italy	50%
ITV Digital Holdings Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	50%
ITV Sport Channel Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	50%
Box Clever Technology Limited	5 New Street Square, London, EC4A 3TW, United Kingdom	ordinary	UK	50%
British Film-Makers Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	ordinary	UK	50%
Digital 3 and 4 Limited	124 Horseferry Road, London, SW1P 2TX, United Kingdom	ordinary	UK	50%
Freesat (UK) Limited	23-24 Newman Street, London, W1T 1PJ, United Kingdom	ordinary	UK	50%
Noho Film and Television Limited	59 Charlotte Street, (Third Floor), London, W1T 4PE, United Kingdom	ordinary	UK	50%
Standard Music Limited	Roundhouse, 212 Regent's Park Road, London, NW1 8AW, United Kingdom	ordinary	UK	50%
Harlequin Agency Limited	Gloworks, Porth Teigr Way, Cardiff, Wales, CF10 4GA, United Kingdom	ordinary	UK	50%
Pink Rose Bud Limited	218 Penarth Road, Cardiff, CF11 8NN, United Kingdom	ordinary	UK	50%

ITV Services Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

28 Investments (continued)

Name of Joint Venture	Registered Office	Share Type	Country of incorporation and principal place of business	Proportion of ownership interest and voting rights held
Digital Production Partnership Limited	2 Waterhouse Square, 140 Holborn, London EC1N 2AE	Guarantee	UK	50%
Producers Rights Agency Limited	Fitzrovia House, (3rd Floor), 153-157 Cleveland Street, London, W1T 6QW, United Kingdom	Guarantee	UK	50%
BB Rights, LLC	The Corporation Trust Company, Corporate Trust Center, 1209 Orange Street, Wilmington, Newcastle, DE 19801, USA	Membership / Partnership	USA	50%
Britbox, LLC	1120 Avenue of Americas, 5th Floor, New York, NY10036, USA	Membership / Partnership	USA	50%