



MIDSUMMER LEGENDARY 1 LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2010

Company Registration Number 05215263

RSM Tenon Limited
66 Chiltern Street
London
W1U 4JT

MIDSUMMER LEGENDARY 1 LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2010

CONTENTS	PAGES
Officers and professional advisers	1
The director's report	2
Accountants' report to the director	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 to 10

MIDSUMMER LEGENDARY 1 LIMITED
OFFICERS AND PROFESSIONAL ADVISERS
YEAR ENDED 31 AUGUST 2010

The director	C Hewlins Milburn
Registered office	10 Orange Street London WC2H 7DQ
Accountants	RSM Tenon Limited 66 Chiltern Street London W1U 4JT

MIDSUMMER LEGENDARY 1 LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31 AUGUST 2010

The director presents his report and the unaudited financial statements of the company for the year ended 31 August 2010

Principal activities

The principal activity of the company during the year was the development and production of theatrical feature films

Director

The director who served the company during the year was as follows

C Hewlins Milburn

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Signed by



C Hewlins Milburn

Director

Approved by the director on 19/4/11

MIDSUMMER LEGENDARY 1 LIMITED
ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED
FINANCIAL STATEMENTS OF MIDSUMMER LEGENDARY 1 LIMITED
YEAR ENDED 31 AUGUST 2010

In accordance with the engagement letter dated 7 March 2011, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company set out on pages 4 to 10 from the accounting records and information and explanations you have given to us

This report is made to the Company's Director, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Director that we have done so, and state those matters that we have agreed to state to him in this 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 Director, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 August 2010 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

RSM Tenon Limited

RSM Tenon Limited
66 Chiltern Street
London
W1U 4JT

Date - 22/4/11

MIDSUMMER LEGENDARY 1 LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 AUGUST 2010

	Note	2010 £	2009 £
Turnover		1,760,784	–
Cost of sales		(1,799,343)	–
Gross loss		<u>(38,559)</u>	<u>–</u>
Administrative expenses		(1,500)	–
Loss on ordinary activities before taxation		<u>(40,059)</u>	<u>–</u>
Tax on loss on ordinary activities		–	–
Loss for the financial year		<u><u>(40,059)</u></u>	<u><u>–</u></u>

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

MIDSUMMER LEGENDARY 1 LIMITED

Registered Number 05215263

BALANCE SHEET**31 AUGUST 2010**

	Note	2010 £	£	2009 £	£
Current assets					
Debtors	3	1,314,476		1	
Investments	4	—		2,875,000	
Cash at bank		3,461		80	
		<u>1,317,937</u>		<u>2,875,081</u>	
Creditors: Amounts falling due within one year	5	<u>(1,357,995)</u>		<u>(2,875,080)</u>	
Net current liabilities/assets			<u>(40,058)</u>		<u>1</u>
Capital and reserves					
Called-up share capital	7		1		1
Profit and loss account	8		(40,059)		—
Shareholders' funds			<u>(40,058)</u>		<u>1</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

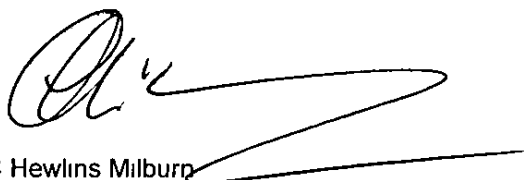
The director acknowledges his responsibility for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved and signed by the director and authorised for issue on

19/4/11



C Hewlins Milburn
Director

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

MIDSUMMER LEGENDARY 1 LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2010

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Going Concern

The activities of the company continue to be supported by its shareholder, who has provided sufficient finance to enable the company to continue its operations. This support shall continue to be provided, which has been confirmed in writing, and therefore the director considers the financial statements should be prepared on a going concern basis to give a true and fair view.

Turnover

The turnover shown in the profit and loss account represents the value of all (consultancy, production, management and finance) fees delivered during the year, exclusive of Value Added Tax.

Foreign currencies

Transactions denominated in foreign currencies are recorded at the rates of exchange ruling at the dates of the transactions, or at an average rate for the period if the rates do not fluctuate significantly. Monetary assets and liabilities are translated at year end exchange rates or, where appropriate, at rates of exchange fixed under the terms of the relevant transaction. The resulting exchange rate differences are charged to the profit and loss account.

Financial instruments

Financial instruments are classified and accounted for as financial assets, financial liabilities or equity instruments, according to the substance of the contractual arrangement.

Financial instruments which are assets are stated at cost less any provision for impairment. Financial liabilities are stated at principal capital amounts outstanding at the period end. Issue costs relating to financial liabilities are deducted from the outstanding balance and are amortised over the period to the due date for repayment of the financial liability.

An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. A financial liability is any contractual arrangement for an entity to deliver cash to the holder of the associated financial instrument.

If a financial instrument contains both an equity and a liability element, then the liability element is first established with any residual value being disclosed within equity shareholders' funds. The liability element is the present value of the future payments guaranteed to be made to the holders of the financial instrument.

2. Operating loss

Operating loss is stated after crediting

	2010	2009
	£	£
Director's remuneration	—	—

MIDSUMMER LEGENDARY 1 LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2010

3. Debtors

	2010	2009
	£	£
Amounts owed by group undertakings	1,314,475	—
Other debtors	<u>1</u>	<u>1</u>
	<u>1,314,476</u>	<u>1</u>

4. Investments

	2010	2009
	£	£
Other investments	<u>—</u>	<u>2,875,000</u>

5. Creditors: Amounts falling due within one year

	2010	2009
	£	£
Other taxation	171,475	—
Other creditors	<u>1,186,520</u>	<u>2,875,080</u>
	<u>1,357,995</u>	<u>2,875,080</u>

MIDSUMMER LEGENDARY 1 LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2010

6. Related party transactions

During the year Midsummer Legendary 1 Limited was involved in the following related party transactions

Midsummer Finance Limited

	£
Production costs charged	(1,801,560)
Production costs settled	3,116,035
Balance due from Midsummer Finance Limited as at 31 August 2010	<u>1,314,475</u>

Midsummer Shocate Limited

	£
Production advances utilised	187,500
Production advances	(187,500)
Balance due from Midsummer Shocate Limited as at 31 August 2010	<u>-</u>

Midsummer 51 Limited

	£
Production advances utilised	187,500
Production advances	(187,500)
Production loan	(1,616,217)
Production loan repaid	1,576,322
Balance due to Midsummer 51 Limited as at 31 August 2010	<u>(39,895)</u>

Midsummer Films LLC

	£
Production advances utilised	1,385,784
Production advances	(1,385,784)
Balance due from Midsummer Films LLC as at 31 August 2010	<u>-</u>

MIDSUMMER LEGENDARY 1 LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2010

6. Related party transactions (continued)

Midsummer The Task Limited

	£
Production loan	(337,500)
Production loan repaid	337,500
Balance due to Midsummer The Task Limited as at 31 August 2010	—

Midsummer Film Productions Limited

	£
Production loan	(7,230)
Balance due to Midsummer Film Productions Limited as at 31 August 2010	(7,230)

An American Haunting Productions Limited

	£
Production loan	(12,895)
Balance due to An America Haunting Productions Limited as at 31 August 2010	(12,895)

Actual Management Limited

	£
Production loan	(187,500)
Production loan repaid	187,500
Balance due to Actual Management Limited as at 31 August 2010	—

Description of relationship

During the year C Hewlins Milburn was an officer of Midsummer Finance Limited, Midsummer Shocate Limited, Midsummer 51 Limited, Midsummer Films LLC, Midsummer Films Productions Limited, Midsummer The Task Limited, An American Haunting Productions Limited and Actual Management Limited

MIDSUMMER LEGENDARY 1 LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2010

7. Share capital

Authorised share capital:

	2010	2009
	£	£
1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

Allotted, called up and fully paid.

	2010		2009
	No	£	No
			£
1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>

8. Profit and loss account

	2010	2009
	£	£
Loss for the financial year	<u>(40,059)</u>	<u>-</u>
Balance carried forward	<u>(40,059)</u>	<u>-</u>

9. Controlling party

The ultimate controlling party of the company is the shareholder C Hewlins Milburn