

Folder Media Limited

**Annual report
for the year ended 31 December 2007**

Registered No: 5736621

**RG & Co
Accountants & Auditors
81 Whitehouse Way
London N14 7LX**

THURSDAY



A17 *A6SOA3MV* 140
02/10/2008
COMPANIES HOUSE

Folder Media Limited

Company information

Directors Deanna Hallett
Gregory Watson (appointed on 21 May 2007)
Adam Driscoll (appointed on 21 May 2007)
Dermot Hanrahan (appointed on 21 May 2007)
Neil Romain (appointed on 21 May 2007)
Matthew Deegan (appointed on 8 October 2007)

Secretary R D Gunawardena

Company number 5736621

Registered office 96A Curtain Road
London
EC2A 3AA

Folder Media Limited

Annual report for the year ended 31 December 2007

	Pages
Directors' report	4
Statement of directors' responsibilities	5
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8 to 11

Folder Media Limited

Directors' report for the year ended 31 December 2007

The directors present their report and the unaudited financial statements for the year ended 31 December 2007

Principal activity and business review

The principal activity of the Company is the provision of services to the radio industry and investment in digital radio services

The directors are satisfied with the Company's results for the year

Results and dividends

The loss for the year, after taxation, amounted to £50,361 (2006 £0)

The directors do not recommend the payment of a dividend (2006 £0)

Directors and their interests

The directors of the company during the year were as follows

Deanna Hallett
Gregory Watson (appointed on 21 May 2007)
Adam Driscoll (appointed on 21 May 2007)
Dermot Hanrahan (appointed on 21 May 2007)
Neil Romain (appointed on 21 May 2007)
Matthew Deegan (appointed on 8 October 2007)

The interests of the directors in the share capital of the company are as follows

	31 December 2007	31 December 2006
Deanna Hallett	35,000	1
Gregory Watson	50,000	0
Adam Driscoll	0	0
Dermot Hanrahan	0	0
Neil Romain	0	0
Matthew Deegan	15,000	0

By order of the Board



R D Gunawardena
Company Secretary

26 September 2008

Folder Media Limited

Statement of directors' responsibilities

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

Company law requires directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They have a 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

Folder Media Limited

Profit and loss account for the year ended 31 December 2007

	Notes	2007 £	2006 £
Turnover		£304,599	£0
Operating expenses		£(226,741)	£0
Operating Profit		£77,858	£0
Interest payable	4	£0	£0
Administration Expenses		£(128,219)	£0
Profit/(loss) on ordinary activities before taxation		£(50,361)	£0
Taxation	5	£0	£0
Profit/(loss) for the financial year		£(50,361)	£0

The company had no recognised gains and losses other than those included in the results above and therefore no separate statement of total recognised gains and losses has been presented

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above and their historical cost equivalents

The notes on pages 8 to 11 form part of these financial statements

Folder Media Limited

Balance sheet as at 31 December 2007

	Notes	2007 £	2006 £
Fixed assets			
Investments	6	£150,000	£0
Current assets			
Debtors	7	£106,108	£1
VAT Recoverable		£3,620	£0
Cash at bank and in hand		<u>£21,617</u>	<u>£0</u>
		£112,595	£1
		<u>£281,345</u>	<u>£0</u>
Creditors: amounts falling due within one year	8	£81,706	£0
Net current liabilities		<u>£199,639</u>	<u>£0</u>
Creditors: amounts falling due after one year	9	<u>£(40,000)</u>	<u>£0</u>
Net assets/(liabilities)		<u>£159,639</u>	<u>£1</u>
Capital and reserves			
Called up share capital	10	£210,000	£1
Profit and loss account	11	£(50,361)	£0
Equity shareholders' funds/(deficit)	12	<u>£159,639</u>	<u>£1</u>

The notes on pages 8 to 11 form part of these financial statements

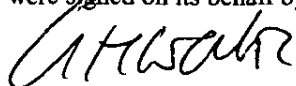
For the year ended 31 December 2007 the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985. In approving these financial statements, the directors confirm

- (a) For the year ended 31 December 2007 the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985
- (b) No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2)

The directors acknowledge their responsibility for

- (i) ensuring the company keeps accounting records which comply with section 221, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to the accounts, so far as applicable to the company

The financial statements on pages 6 to 11 were approved by the board of directors on 26 September 2008 and were signed on its behalf by



GH Watson
Director

Folder Media Limited

Notes to the accounts

1 Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention

Cashflow statement

The company is exempt from the requirement of Financial Reporting Standard No 1 (revised 1996) to prepare a cashflow statement on the grounds that it qualifies as a small company

Turnover

Turnover represents amounts invoiced in respect of all services provided during the year, excluding value added tax

Fixed asset investments

Investments in subsidiary undertakings are stated at the fair value of consideration payable including related acquisition costs less any impairment

2 Operating loss

The operating loss is stated after charging

	2007 £	2006 £
Directors emoluments	£98,112	£0
Pension Costs	£5,336	£0
	£103,448	£0

3 Directors' emoluments

The directors' remuneration was £98,112 (2006 £0)

4. Interest payable

	2007 £	2006 £
Bank interest	£0	£0

Folder Media Limited

Notes to the accounts

5 Taxation

	2007 £	2006 £
Analysis of the tax charge for the year:		
Current tax		
United Kingdom corporation tax at 21%	£0	£0
Total current tax	£0	£0
	2007 £	2006 £
Loss on ordinary activities before tax	£(50,361)	£0
Current tax at 21%	£10,576	£0
Effects of:		
UK tax losses not recognised	£(10,576)	£0
Current tax credit for year (see note above)	£0	£0

No account has been taken of UK tax losses which are carried forward

There were no unrecorded deferred tax assets or liabilities

6. Fixed asset investments

	Shares in subsidiary undertaking 2007 £
Cost	
At 1 January 2007	£0
Additions	£150,000
At 31 December 2007	£150,000
Net book value	
At 31 December 2007	£150,000
At 31 December 2006	£0

The Company has an investment in the following company incorporated in England and Wales

Subsidiary undertaking	Company status	Class and percentage of shares held
MuxCo Limited	Investor in digital radio multiplexes	75% ordinary

Folder Media Limited

Notes to the accounts

7 Debtors

	2007	2006
	£	£
Trade debtors	£74,299	£0
Group Debtors	£18,750	£0
Other debtors	£13,059	£1
	£106,108	£1

8 Creditors: amounts falling due within one year

	2007	2006
	£	£
Trade creditors	£81,706	£0

9 Creditors: amounts falling due after one year

	2007	2006
	£	£
Loan Stock	£40,000	£0

The Company has issued unsecured loan notes that do not bear interest. All loan notes not previously redeemed or purchased by the Company will be repaid at par after the deduction of any tax on or before 31 March 2012.

10 Share capital

	2007	2006
	£	£
Authorised, allotted, called up and fully paid		
210,000 ordinary shares of £1 each	210,000	1

Folder Media Limited

11 Reserves

	2007	2006
	£	£
Profit & loss account		
Retained (loss for the year)	£(50,361)	£0
At 31 December 2007	£(50,361)	£0

12 Reconciliation of movements in shareholders' funds

	2007	2006
	£	£
(Loss) for the financial year	£(50,361)	£0
Net increase/(reduction) in shareholders' funds	£(50,361)	£0
New share capital issued	£209,999	£1
Opening shareholders' deficit	£1	£0
Closing shareholders' funds/(deficit)	£159,639	£1