REGISTERED NUMBER: OC317621 (England and Wales)

REPORT OF THE MEMBERS AND

FINANCIAL STATEMENTS

FOR THE PERIOD 2 FEBRUARY 2006 TO 5 APRIL 2007

FOR

FUTURE SCREEN PARTNERS 2006 NO 2 LLP

Badger Hakim
Chartered Accountants and Registered Auditors
10 Dover Street
London
W1S 4LQ

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FUTURE SCREEN PARTNERS 2006 NO 2 LLP

GENERAL INFORMATION
FOR THE PERIOD 2 FEBRUARY 2006 TO 5 APRIL 2007

DESIGNATED MEMBERS.	Future Films (Management Services) Limited Future Films (Partnership Services) Limited
REGISTERED OFFICE	76 Dean Street London W1D 3SQ
REGISTERED NUMBER:	OC317621 (England and Wales)
AUDITORS	Badger Hakim Chartered Accountants and Registered Auditors 10 Dover Street London W1S 4LQ

FUTURE SCREEN PARTNERS 2006 NO 2 LLP

REPORT OF THE MEMBERS
FOR THE PERIOD 2 FEBRUARY 2006 TO 5 APRIL 2007

The members present their report with the financial statements of the LLP for the period 2 February 2006 to 5 April 2007

INCORPORATION
The LLP was incorporated on 2 February 2006 and commenced trading on the same date

PRINCIPAL ACTIVITY
The principal activity of the LLP in the period under review was that of acquiring and leasing films for exploitation The LLP is currently leasing the films "Santa Ana", "Miguel & William" and "Max & Co "

REVIEW OF BUSINESS
The results for the period and financial position of the LLP are as shown in the annexed financial statements

The aim of the LLP is to exploit the collective activities expertise and resources of the members to the advantage of the business of the LLP through acquisition of film rights, film development, production and sale and leaseback

At the balance sheet date the LLP had completed the acquisition of three films costing £20,751,185 These films were immediately leased back to the film producers The LLP has consequently been able to develop a sound profile in the industry and create strong relationships in all aspects of film production When combined with reputation and experience of the designated members this is expected to provide solid foundations for future trading

FUTURE DEVELOPMENTS
The LLP is operating in accordance with expectations and the Designated Members have no reason to believe that there should be any significant deviation from the Members' plans

EVENTS SINCE THE END OF THE PERIOD
Information relating to events since the end of the period is given in the notes to the financial statements

DESIGNATED MEMBERS
The designated members during the period under review were

Future Films (Management Services) Limited
Future Films (Partnership Services) Limited

Each Designated Member has contributed £50, but neither are entitled to share in the profits of the LLP

RESULTS FOR THE PERIOD AND ALLOCATION TO MEMBERS
The loss for the period before members' remuneration and profit shares was £1 437 236

FUTURE SCREEN PARTNERS 2006 NO 2 LLP

REPORT OF THE MEMBERS
FOR THE PERIOD 2 FEBRUARY 2006 TO 5 APRIL 2007

MEMBERS' INTERESTS

During the period the members received additional profit distributions The level and timing of the additional profit distributions is decided by taking into account the partnership's cash requirements for operating and investment activities The profit distributions represent payments on account of current year profits and are reclaimable from members until profits have been allocated Any over-distribution of profits during the period is also recoverable from members

As such prior to allocation of profits and their division between members on-account profit distributions are shown as debtors Unallocated profits are shown in "Members' other interests"

The capital requirements of the partnership are determined by the Partnership Agreement Each member is required to subscribe a proportion of this capital The amount of capital subscribed by each member is usually linked to the earnings allocated to that member No interest is paid on capital On leaving the partnership, a member's capital is repayable as set out in the Partnership Agreement

During the period up to 5 April 2007 no members' interests were transferred from capital to debt

STATEMENT OF MEMBERS' RESPONSIBILITIES

The members are responsible for preparing the financial statements in accordance with applicable law and regulations

Legislation applicable to limited liability partnerships requires the members to prepare financial statements for each financial year Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) The financial statements are required by law to give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period In preparing these financial statements the members are required to

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business

The members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the LLP and to enable them to ensure that the financial statements comply with the Companies Act 1985 as modified by the Limited Liability Partnerships Regulations 2001 They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the members are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the LLP's auditors are unaware, and each member has taken all the steps that he or she ought to have taken as a member in order to make himself or herself aware of any relevant audit information and to establish that the LLP's auditors are aware of that information

AUDITORS

The auditors, Badger Hakim, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE MEMBERS

Future Films (Management Services) Limited- Designated Member

Date 24/8/2007

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF FUTURE SCREEN PARTNERS 2006 NO 2 LLP

We have audited the financial statements of Future Screen Partners 2006 No 2 LLP for the period ended 5 April 2007 on pages six to twelve These financial statements have been prepared under the accounting policies set out therein

This report is made solely to the LLP's members, as a body, in accordance with Section 235 of the Companies Act 1985 as modified by the Limited Liability Partnerships Regulations 2001 Our audit work has been undertaken so that we might state to the LLP's members those matters we are required to state to them in an auditors' 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 LLP and the LLP's members as a body, for our audit work for this report or for the opinions we have formed

Respective responsibilities of members and auditors
The members' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page three

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland)

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 as modified by the Limited Liability Partnerships Regulations 2001 We also report to you whether in our opinion the information given in the Report of the Members is consistent with the financial statements

In addition, we report to you if in our opinion, the LLP has not kept proper accounting records if we have not received all the information and explanations we require for our audit, or if information specified by law regarding members' remuneration and other transactions is not disclosed

We read the Report of the Members and consider the implications for our report if we become aware of any apparent misstatements within it

Basis of audit opinion
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board An audit includes examination on a test basis of evidence relevant to the amounts and disclosures in the financial statements It also includes an assessment of the significant estimates and judgements made by the members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the LLP's circumstances, consistently applied and adequately disclosed

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularity or error In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF FUTURE SCREEN PARTNERS 2006 NO 2 LLP

Opinion

In our opinion

- the financial statements give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the LLP's affairs as at 5 April 2007 and of its loss for the period then ended
- the financial statements have been properly prepared in accordance with the Companies Act 1985 as modified by the Limited Liability Partnerships Regulations 2001 and
- the information given in the Report of the Members is consistent with the financial statements

Badger Hakim
Chartered Accountants and Registered Auditors
10 Dover Street
London
W1S 4LQ

Date 24/8/2007

FUTURE SCREEN PARTNERS 2006 NO 2 LLP

PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 2 FEBRUARY 2006 TO 5 APRIL 2007

	Notes	£
TURNOVER		-
Cost of sales		1,446,639
GROSS LOSS		(1,446,639)
Administrative expenses		16
OPERATING LOSS		(1,446,655)
Interest receivable and similar income		9,419
LOSS FOR THE FINANCIAL PERIOD BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES		(1,437,236)
LOSS FOR THE FINANCIAL PERIOD BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES		(1,437,236)
Members' remuneration charged as an expense	3	1,437,236
PROFIT FOR THE FINANCIAL PERIOD AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS	6	-

CONTINUING OPERATIONS
None of the LLP's activities were acquired or discontinued during the current period

TOTAL RECOGNISED GAINS AND LOSSES
The LLP has no recognised gains or losses for the period

The notes form part of these financial statements

FUTURE SCREEN PARTNERS 2006 NO 2 LLP

BALANCE SHEET
5 APRIL 2007

	Notes	£
CURRENT ASSETS		
Debtors	4	**20,991,285**
Cash at bank		**21,519,966**
		42,511,251
CREDITORS		
Amounts falling due within one year	5	**21,750,563**
NET CURRENT ASSETS		**20,760,688**
TOTAL ASSETS LESS CURRENT LIABILITIES		**20,760,688**
REPRESENTED BY		
Loans and other debts due to members after more than one year		
Members capital classified as debt under FRS 25	6	**22,197,924**
Losses attributable to members		**(1,437,236)**
		20,760,688
TOTAL MEMBERS' INTERESTS		
Loans and other debts due to members	6	**20,760,688**

The financial statements were approved by the members of the LLP on 24/8/2007. and were signed by

Future Films
(Management Services) Limited - Designated member

Future Films
(Partnership Services) Limited - Designated member

The notes form part of these financial statements

FUTURE SCREEN PARTNERS 2006 NO 2 LLP

CASH FLOW STATEMENT
FOR THE PERIOD 2 FEBRUARY 2006 TO 5 APRIL 2007

	Notes	£
Net cash outflow from operating activities	1	**(687,377)**
Returns on investments and servicing of finance	2	**9,419**
Transactions with members	2	**22,197,924**
Increase in cash in the period		**21,519,966**

Reconciliation of net cash flow to movement in net debt	3	
Increase in cash in the period		**21,519,966**
Change in net debt resulting from cash flows		**21,519,966**
Movement in net debt in the period		**21,519,966**
Net debt at 2 February		**-**
Net funds at 5 April		**21,519,966**

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD 2 FEBRUARY 2006 TO 5 APRIL 2007

1 RECONCILIATION OF OPERATING LOSS TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	£
Operating loss	(1,446,655)
Increase in debtors	(20,991,285)
Increase in creditors	21,750,563
Net cash outflow from operating activities	(687,377)

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

	£
Returns on investments and servicing of finance	
Interest received	9,419
Net cash inflow for returns on investments and servicing of finance	9,419
Transactions with members	
Contributions by members	22,197,924
Net cash inflow from transactions with members	22,197,924

3 ANALYSIS OF CHANGES IN NET DEBT

	At 2/2/06 £	Cash flow £	At 5/4/07 £
Net cash			
Cash at bank	-	21,519,966	21,519,966
	-	21,519,966	21,519,966
Total	-	21,519,966	21,519,966

The notes form part of these financial statements

1 ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the requirements of the Statement of Recommended Practice, Accounting by Limited Liability Partnerships

Recognition of capital
The financial statements have been prepared in accordance with the requirements of FRS 25 as applied to limited liability partnerships by the applicable SORP Since the profits of the limited liability partnership are automatically distributed, FRS 25 requires members' capital to be disclosed as a liability rather than equity It is for this reason only that the members' capital has been presented as a liability Under the terms of the Partnership Deed, there is no entitlement for members to draw out, or receive back at any time while they are members of the limited liability partnership the amounts contributed by them as capital

Amounts recoverable on contracts
Once a film has been leased to the producer, the value attributable to the lease is included in the balance sheet as an amount recoverable on contract The amount of that attributable value is the net present value of the minimum lease payments under the contract Each year the net present value is recomputed and the reduction in value of the lease is set off against the rental income and treated as a recovery of the leasing debt This computation is carried out on a consistent basis year on year

Taxation
The taxation payable on partnership profits is the personal liability of the members during the period and consequently neither taxation nor related deferred taxation are accounted for in the financial statements Amounts retained for tax are treated in the same way as other profits of the partnership and are so included in "Members' interests" or in "Loans and other debts due to Members" depending on whether or not division of profit has occurred

Capital contributions
Where capital contributions by partners are unpaid at the balance sheet date, but a binding commitment to contribute that capital has been given by the partner the capital contribution is recognised as such, and the amount unpaid is shown as a debtor

2 EMPLOYEE INFORMATION

There were no employees of the LLP during the period under review

The Designated Members received no remuneration during the period in respect of there services to the LLP

3 INFORMATION IN RELATION TO MEMBERS

	£
Members' remuneration charged as an expense	
Automatic division of loss	(1,437,236)
The average number of members during the period was	46

continued

4 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Amounts recoverable on contract	20,751,185
Other debtors	240,100
	20,991,285

5 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade creditors	240,000
Other creditors	20,751,185
Accruals and deferred income	759,378
	21,750,563

6 MEMBERS' INTERESTS

	Members' capital (classified as debt under FRS 25) £	Losses attributable to members £	Loans and other debts due to/(from) members £	Total £
Balance at beginning of period	-	-	-	
Members' remuneration debited being automatic division of profits	-	(1 437 236)	-	(1,437 236)
Members' interests after profit for the year	-	(1 437 236)	-	(1 437 236)
Introduced by members	22 197 924	-	-	22,197,924
Balance at 5 April 2007	22,197 924	(1,437 236)	-	20 760 688

7 CONTINGENT LIABILITIES

There were no contingent liabilities at the year end

8 CAPITAL COMMITMENTS

	£
Contracted but not provided for in the financial statements	-

continued

9 RELATED PARTY DISCLOSURES

The designated members Future Films (Partnership Services) Limited and Future Films (Management Services) Limited are wholly owned subsidiaries of Future Film Group Holdings Limited The LLP has entered into a consultancy agreement with Future Films Limited also a subsidiary of Future Film Group Holdings Limited. Future Films Limited will reimburse certain expenditure of the LLP including banking and professional fees

The LLP has provided security in the form of a fixed charge, a floating charge and a negative pledge over certain assets of the LLP to Alliance & Leicester Commercial Bank Plc in connection with borrowings by members for the purpose of making capital contributions

10 POST BALANCE SHEET EVENTS

The company has no adjusting post balance sheet events in 2007

11 CONTROLLING RELATED PARTY

The controlling related party is Future Film Group Holdings Limited by virtue of it owning 100% of the share capital of the designated member companies which have responsibility for the operational decisions of the partnership