

Appendix M – Confidential funding answers

3.25 Detail the sources of finance that will be used to fund the multiplex service, under the following headings:

- a) Share capital
- b) Loan stock
- c) Leasing/HP facilities (capital value)
- d) Bank overdraft
- e) Grants and donations
- f) Other (please specify)

a) Initial share capital of £100 will be paid up immediately following the licence award.

f) As stated in the application, we expect this entity to be a net contributor to group profitability. Any funding requirement through the pre-launch phase will be covered by an intercompany loan from Nation Broadcasting Limited. As a wholly owned subsidiary we expect to admit this entity to our existing cross account borrowing facility with Barclays (Gross £500k, net £0 facility).