

9. Property, plant and equipment

	Freehold land and building £m	Fixtures, fittings and equipment £m	Assets under construction £m	Total £m
Cost or valuation				
At 1 January 2018	97	108	-	205
Additions	3	3	-	6
Acquisitions	-	2	-	2
Revaluation	(6)	-	-	(6)
Disposals	-	(61)	-	(61)
At 31 December 2018	94	52	-	146
At 1 January 2019	94	52	-	146
Additions	6	4	1	11
Transfers from intangible assets	-	4	-	4
Revaluation	-	-	-	-
Disposals	-	(7)	-	(7)
At 31 December 2019	100	53	1	154
Depreciation				
At 1 January 2018	-	99	-	99
Charge for the year	2	3	-	5
Acquisitions	-	2	-	2
Revaluation	(2)	-	-	(2)
Disposals	-	(61)	-	(61)
At 31 December 2018	-	43	-	43
At 1 January 2019	-	43	-	43
Charge for the year	2	4	-	6
Revaluation	(2)	-	-	(2)
Disposals	-	(7)	-	(7)
At 31 December 2019	-	40	-	40
Net book value				
At 1 January 2019	94	9	-	103
At 31 December 2019	100	13	1	114
At 1 January 2018	97	9	-	106
At 31 December 2018	94	9	-	103

The disposals made during 2019 and 2018 relate to retirement of assets previously held at nil net book value and no longer in use by the Group.

There is no commitment to purchase property, plant and equipment at the balance sheet date (2018: £nil). No assets have been pledged for security (2018: none).

Valuation of freehold property

The freehold property at 124 Horseferry Road, London SW1P 2TX was valued at 31 December 2019 by independent valuers Allsop LLP, in accordance with the Appraisal and Valuation Manual of The Royal Institution of Chartered Surveyors. Allsop LLP have appropriate qualifications and recent experience in the fair value measurement of properties in the relevant location. The property was valued on the basis of open market value, which the Members believe approximates to current value. In reaching their conclusions, the valuers have paid attention to comparable transactions which have taken place in recent months within the Victoria area of London.

The open market value for this property was £100 million (2018: £94 million). After additions made to the building during 2019 and depreciation charged on the open market value at 31 December 2019 (£2 million), a gain on revaluation of £2 million has been recognised in the statement of other comprehensive income (2018: loss of £4 million).

9. Property, plant and equipment continued

If freehold property had not been revalued it would have been included in the financial statements at the following amounts:

	2019 £m	2018 £m
Cost	62	62
Additions	10	4
Accumulated depreciation	(27)	(25)
Impairment	(6)	(6)
Net book value based on cost	39	35

10. Intangible assets

	Goodwill £m	Developed software £m	Broadcasting licence £m	Software under construction £m	Network distribution rights £m	Brands £m	Total £m
Cost							
At 1 January 2018	2	26	5	7	-	-	40
Additions	-	1	-	6	-	-	7
Acquisitions	-	-	-	-	27	1	28
Impairment	-	-	-	(8)	-	-	(8)
Disposals	-	(1)	-	-	-	-	(1)
At 31 December 2018	2	26	5	5	27	1	66
At 1 January 2019	2	26	5	5	27	1	66
Additions	-	-	-	-	-	-	-
Transfers to property, plant and equipment	-	-	-	(4)	-	-	(4)
Disposal	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-
At 31 December 2019	2	26	5	1	27	1	62
Amortisation							
At 1 January 2018	-	26	5	-	-	-	31
Amortisation for the year	-	-	-	-	-	-	-
Disposal	-	(1)	-	-	-	-	(1)
At 31 December 2018	-	25	5	-	-	-	30
At 1 January 2019	-	25	5	-	-	-	30
Amortisation for the year	-	-	-	-	2	-	2
Disposal	-	-	-	-	-	-	-
At 31 December 2019	-	25	5	-	2	-	32
Carrying amount							
At 1 January 2019	2	1	-	5	27	1	36
At 31 December 2019	2	1	-	1	25	1	30
At 1 January 2018	2	-	-	7	-	-	9
At 31 December 2018	2	1	-	5	27	1	36

Goodwill represents goodwill arising on the acquisition of Global Series Network Limited ('GSN') on 30 July 2015. GSN holds the rights to the Walter Presents foreign language content transmitted across the Channel 4 portfolio.

Developed software represents amounts capitalised on internally developed computer software, principally in relation to the management of advertising and sponsorship revenues, and programme scheduling applications meeting the recognition criteria for internally generated intangible assets.

The network distribution rights and brands arose during 2018 on the acquisition of Box (see note 21).