

OFF LIMITS LIMITED

REGISTRAR
OF COMPANIES

2944452

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 1999



TANGAM & CO
CHARTERED CERTIFIED ACCOUNTANTS
REGISTERED AUDITORS
197 PRINCE OF WALES ROAD
LONDON NW5 3QB

OFF LIMITS LIMITED

DIRECTORS

Peter Michael Konopka

SECRETARY

Peter Michael Konopka

REGISTERED OFFICE

109A Bell Street
London NW1 6TL

PRINCIPAL BANKERS

Barclays Bank plc

OFF LIMITS LIMITED

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OFF LIMITS LIMITED

REPORT OF THE DIRECTORS

The directors present their report and financial statements for the year ended 31st December 1999 .

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of commission agents.

DIVIDENDS

The directors do not recommend payment of a dividend.

DIRECTORS AND THEIR INTERESTS

The directors at the balance sheet date and their interests in the company at that date and at the beginning of the year (or on appointment if later), were as follows:

	<u>Class of shares</u>	<u>1999</u>	<u>1998</u>
Patricia Helen French	Ordinary shares	51	51
Peter Michael Konopka	Ordinary shares	49	49

CLOSE COMPANY

The company is a close company as defined by the Income and Corporation Taxes Act 1988.



C H A I R M A N

20th October 2000

OFF LIMITS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1999

	Notes	1999 £	1998 £
TURNOVER		1,596	43,044
Cost of sales		(3,475)	-
GROSS LOSS		(1,879)	43,044
Administrative expenses		(16,704)	(44,672)
OPERATING LOSS	2	(18,583)	(1,628)
Interest receivable	3	26	1
Interest payable	4	(15)	-
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(18,572)	(1,627)
Tax on loss on ordinary activities	6	380	-
LOSS FOR THE FINANCIAL YEAR	12	(18,192)	(1,627)

None of the company's activities were acquired or discontinued during the above two financial years.

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

The notes on pages 4 to 7 form part of these financial statements.

OFF LIMITS LIMITED

BALANCE SHEET AT 31ST DECEMBER 1999

	Notes	1999 £	1998 £
FIXED ASSETS			
Tangible assets	7	1,313	1,750
CURRENT ASSETS			
Stocks	8	5,862	-
Debtors	9	1,892	29,911
Cash at bank and in hand		2,305	7,225
		<u>10,059</u>	<u>37,136</u>
CREDITORS: Amounts falling due within one year			
	10	<u>(18,170)</u>	<u>(27,492)</u>
NET CURRENT LIABILITIES		<u>(8,110)</u>	<u>9,644</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(6,798)</u>	<u>11,394</u>
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Profit and loss account	12	(6,898)	11,294
SHAREHOLDERS FUNDS	13	<u>(6,798)</u>	<u>11,394</u>

The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that:-

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31st December 1999 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as is applicable to the company.

The financial statements were approved
by the board on 24th October 2000
and signed on its behalf by

.....)
.....) Directors

The notes on pages 4 to 7 form part of these financial statements.

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1999

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the following rates and bases to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

Fixtures and fittings	25%	Reducing balance
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1.4 STOCKS

Stocks are valued at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

1.5 FOREIGN EXCHANGE

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the profit and loss account.

2. OPERATING LOSS

	1999 £	1998 £
The operating loss is stated after charging:		
Depreciation	438	583
Loss on foreign currencies	143	757
	<u> </u>	<u> </u>

3. INTEREST RECEIVABLE

	1999 £	1998 £
Bank and other interest receivable	26	1
	<u> </u>	<u> </u>
	26	1
	<u> </u>	<u> </u>

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1999

4. INTEREST PAYABLE

	1999 £	1998 £
On overdue tax	15	-
	<u>15</u>	<u>-</u>

5. DIRECTORS AND EMPLOYEES

	1999 £	1998 £
Staff costs:		
Wages and salaries	-	7,500
Social security costs	-	749
	<u>-</u>	<u>8,249</u>

There were no employees during the year apart from the directors.

Directors' emoluments:

	£	£
Remuneration for management services	-	7,500
	<u>-</u>	<u>7,500</u>

6. TAX ON LOSS ON ORDINARY ACTIVITIES

	1999 £	1998 £
Adjustments in respect of prior periods	(380)	-
	<u>(380)</u>	<u>-</u>

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1999

7. TANGIBLE ASSETS

	Fixtures and fittings £
<u>Cost</u>	
At 1st January 1999 and At 31st December 1999	4,563
<u>Depreciation</u>	
At 1st January 1999	2,813
Charge for year	438
At 31st December 1999	3,251
<u>Net book value at 31st December 1999</u>	1,313
<u>Net book value at 31st December 1998</u>	1,750

8. STOCKS

	1999 £	1998 £
Stock in trade	5,862	-
	5,862	-

9. DEBTORS

	1999 £	1998 £
Trade debtors	1,204	29,590
Other debtors	688	321
	1,892	29,911

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1999

10. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR

	1999 £	1998 £
Trade creditors	-	12,740
Directors' current accounts	17,820	554
Accrued charges	350	14,198
	<u>18,170</u>	<u>27,492</u>

11. SHARE CAPITAL

	1999 £	1998 £
<u>Authorised</u>		
Equity interests:		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
<u>Allotted, called up and fully paid</u>		
Equity interests:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

12. PROFIT AND LOSS ACCOUNT

	1999 £	1998 £
Retained profits at 1st January 1999	11,294	12,921
Loss for the financial year	(18,192)	(1,627)
Accumulated losses at 31st December 1999	<u>(6,898)</u>	<u>11,294</u>

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1999 £	1998 £
Loss for the financial year	(18,192)	(1,627)
Shareholders' funds at 1st January 1999	<u>11,394</u>	<u>13,021</u>
Shareholders' funds at 31st December 1999	<u>(6,798)</u>	<u>11,394</u>
Represented by:-		
Equity interests	<u>(6,798)</u>	<u>11,394</u>
	<u>(6,798)</u>	<u>11,394</u>