

OFF LIMITS LIMITED

REGISTRAR
OF COMPANIES

Company No:2944452

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 1997



A26 *A9YW4BA2* 630

COMPANIES HOUSE 14/11/98

COMPANIES HOUSE 02/11/98

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

OFF LIMITS LIMITED

DIRECTORS

Patricia Helen French
Peter Michael Konopka

SECRETARY

Peter Michael Konopka

BUSINESS ADDRESS

178 East End Road
London N2 0PT

REGISTERED OFFICE

109A Bell Street
Marylebone
London NW1 6TL

ACCOUNTANTS

Tangam & Company
Chartered Certified Accountants
197 Prince of Wales Road
London NW5 3QB

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 the financial statements for the year ended 31st December 1997 .

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

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

DIVIDEND AND TRANSFER TO RESERVES

The directors do not recommend payment of a dividend.

It is proposed that the retained profit of £2,016 is transferred to reserves.

FIXED ASSETS

Full disclosure of all matters relating to fixed assets is set out in the notes to the financial statements.

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 share</u>	<u>Number of shares</u>	
		<u>1997</u>	<u>1996</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

28th October 1998

OFF LIMITS LIMITED

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED FINANCIAL STATEMENTS OF OFF LIMITS LIMITED

We report on the financial statements for the year ended 31st December 1997 set out on pages 3 to 9.

Respective responsibilities of directors and reporting accountants

As described on the Balance Sheet the company's directors are responsible for the preparation of the financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

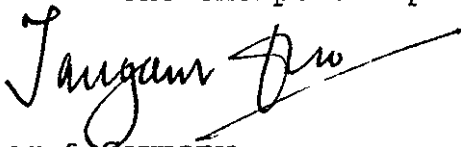
Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).



Tangam & Company
Reporting Accountants
Chartered Certified Accountants

197 Prince of Wales Road
London NW5 3QB

Dated the 13th day of November, 1998

OFF LIMITS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1997

	Notes	1997 £	1996 £
TURNOVER		107,163	206,978
Cost of sales		(4,932)	(24,675)
GROSS PROFIT		102,231	182,303
Administrative expenses		(99,959)	(120,062)
OPERATING PROFIT	2	2,272	62,241
Interest receivable	3	1,600	92
Interest payable	4	(369)	(56)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		3,503	62,277
Tax on profit on ordinary activities	6	(1,487)	(15,413)
PROFIT FOR THE FINANCIAL YEAR		2,016	46,864
Dividends	7	-	(40,000)
RETAINED PROFIT FOR THE YEAR	14	2,016	6,864

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 6 to 9 form part of these financial statements.

OFF LIMITS LIMITED

BALANCE SHEET AT 31ST DECEMBER 1997

	Notes	£	1997 £	£	1996 £
FIXED ASSETS					
Tangible assets	8		2,105		2,296
CURRENT ASSETS					
Debtors	9	21,920		37,783	
Cash at bank and in hand		32,186		169,881	
		<u>54,106</u>		<u>207,664</u>	
CREDITORS: Amounts falling due within one year	10	(43,190)		(80,313)	
NET CURRENT ASSETS			<u>10,916</u>		<u>127,351</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			13,021		129,647
CREDITORS: Amounts falling due after more than one year	11		-		(118,643)
			<u>13,021</u>		<u>11,004</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Profit and loss account	14		12,921		10,904
			<u>13,021</u>		<u>11,004</u>

The statements required to be made by the company's directors and the signatures required by the Companies Act 1985 are given on the following page.

The notes on pages 6 to 9 form part of these financial statements.

OFF LIMITS LIMITED

BALANCE SHEET AT 31ST DECEMBER 1997 (Continued)

The directors have taken advantage of the exemption conferred by section 249A(2) 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 1997 and of its profit 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 13th November 1998 and
signed on its behalf by

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

The notes on pages 6 to 9 form part of these financial statements.

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1997

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 FOREIGN EXCHANGE

Monetary assets and liabilities denominated in foreign currencies are translated into 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 PROFIT

The operating profit is stated after charging:

Depreciation	702	766
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and after crediting:

Profit on foreign currencies	930	(3,172)
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3. INTEREST RECEIVABLE

Bank and other interest receivable	1,600	92
	<u>1,600</u>	<u>92</u>

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1997

4.	INTEREST PAYABLE	1997 £	1996 £
	On overdue tax	369	56
		<u>369</u>	<u>56</u>

5.	DIRECTORS AND EMPLOYEES	1997 £	1996 £
	Staff costs:		
	Wages and salaries	21,203	14,330
	Social security costs	1,786	1,462
		<u>22,989</u>	<u>15,792</u>

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

	£	£
Directors' emoluments:		
Remuneration for management services	<u>15,859</u>	<u>14,330</u>

The division of directors' emoluments, excluding pension contributions, is as follows:

£10,001 - £15,000	-	1
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6.	TAX ON PROFIT ON ORDINARY ACTIVITIES	1997 £	1996 £
	The taxation charge based on the profit before tax comprises:		
	U.K. corporation tax at 24 & 21% (1996 - 25 & 24%)	1,487	15,413
		<u>1,487</u>	<u>15,413</u>

7.	DIVIDENDS	1997 £	1996 £
	Equity interests		
	Ordinary:-		
	Final dividend paid	-	40,000
		<u>-</u>	<u>40,000</u>

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1997

8. TANGIBLE ASSETS

	Fixtures & fittings £
<u>Cost</u>	
At 1st January 1997	3,824
Additions	511
	<hr/>
At 31st December 1997	4,335
	<hr/>
<u>Depreciation</u>	
At 1st January 1997	1,528
Charge for year	702
	<hr/>
At 31st December 1997	2,230
	<hr/>
<u>Net book value at</u> <u>31st December 1997</u>	<hr/> 2,105

9. DEBTORS

	1997 £	1996 £
Trade debtors	21,146	32,935
Other debtors	774	4,848
	<hr/>	<hr/>
	21,920	37,783
	<hr/>	<hr/>

OFF LIMITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1997

10.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	1997 £	1996 £
	Trade creditors	21,946	24,675
	Corporation tax	1,488	15,413
	Other taxes and social security costs	535	-
	Directors' current accounts	16,221	37,225
	Accrued charges	3,000	3,000
		<u>43,190</u>	<u>80,313</u>
11.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	1997 £	1996 £
	Loans	-	118,643
		<u>-</u>	<u>118,643</u>
12.	SHARE CAPITAL	1997 £	1996 £
	<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>
13.	PROFIT AND LOSS ACCOUNT	1997 £	1996 £
	Retained profits at 1st January 1997	10,905	4,040
	Profit for the financial year	<u>2,016</u>	<u>6,864</u>
	Retained profits at 31st December 1997	<u>12,921</u>	<u>10,904</u>