

P S SONGS LTD

Company No: 563092938

2616728

FINANCIAL STATEMENTS

- for the year ended -

30 JUNE 1994



NORMAN STANLEY
Chartered Accountants
208 Kenton Road
Harrow Middlesex, HA3 8BX

P S SONGS LTD

DIRECTORS

MR. R C Patmore
Mr. C J Skarbek

SECRETARY

Mrs. S A Skarbek

BUSINESS ADDRESS

Andersbourne
Coggins Mill Lane
Mayfield
East Sussex TN20 6UN

REGISTERED OFFICE

208 Kenton Road
Harrow
Middlesex
HA3 8BX

AUDITORS

Norman Stanley
Chartered Accountants
208 Kenton Road
Harrow Middlesex
HA3 8BX

PRINCIPAL BANKERS

Natioanal Westminster Bank Plc
Moorgate Branch
94 Moorgate
London EC2M 6XT

P S SONGS LTD

INDEX TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1994

Page

1	Report of the directors
3	Auditors' report
4	Profit and loss account
5	Balance sheet
6	Notes to the financial statements

P S SONGS LTD

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements for the year ended 30 June 1994.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

Music Publishing

DIVIDEND AND TRANSFER TO RESERVES

The directors do not recommend payment of a dividend.

It is proposed that the loss of £33,770 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>1994</u>	<u>1993</u>
Mr. R C Patmore	Ordinary shares class 1	30	30
Mr. C J Skarbek	Ordinary shares class 1	70	70

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors 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 company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CLOSE COMPANY

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

P S SONGS LTD

REPORT OF THE DIRECTORS (Continued)

AUDITORS

The auditors, Norman Stanley, are willing to be reappointed in accordance with section 385 of the Companies Act 1985.

By Order of the Board

Date: 26 July 1995

Director

R.C. Pitmore

P S SONGS LTD

AUDITORS' REPORT

TO THE SHAREHOLDERS OF P S SONGS LTD

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out in note 1 to the financial statements.

Respective responsibilities of the directors and auditors
As described in the Directors' Report the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

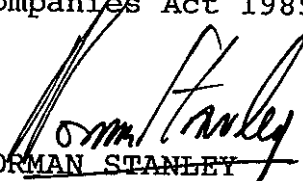
Basis of opinion

We conducted our audit in accordance with Auditing Standards 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company'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.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 30 June 1994 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


NORMAN STANLEY
Registered Auditors
Chartered Accountants

208 Kenton Road
Harrow Middlesex
HA3 8BX

Date: 26 July 1995

P S SONGS LTD

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 1994

	Notes	1994 £	1993 £
TURNOVER	1	16,835	44,219
Administrative expenses		(50,605)	(42,246)
		-----	-----
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	(33,770)	1,973
Tax on loss on ordinary activities		-	-
		-----	-----
LOSS FOR THE FINANCIAL YEAR	8	(33,770)	1,973
		=====	=====

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.

P S SONGS LTD

BALANCE SHEET AT 30 JUNE 1994

	Notes	£	1994 £	£	1993 £
FIXED ASSETS					
Intangible assets	3		42,500		45,000
Tangible assets	4		960		1,080
			-----		-----
			43,460		46,080
CURRENT ASSETS					
Debtors	5	3,707		35,636	
Cash at bank and in hand		38		1,796	
		-----		-----	
		3,745		37,432	
CREDITORS: Amounts falling due within one year					
	6	(31,480)		(34,017)	
		-----		-----	
NET CURRENT LIABILITIES					
			(27,735)		3,415
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES					
			15,725		49,495
CREDITORS: Amounts falling due after more than one year					
	7		(60,000)		(60,000)
			-----		-----
			(44,275)		(10,505)
			=====		=====
CAPITAL AND RESERVES					
Called up share capital	8		100		100
Profit and loss account	9		(44,375)		(10,605)
			-----		-----
	10		(44,275)		(10,505)
			=====		=====

The financial statements were approved
by the board on 26 July 1995 and
signed on its behalf by

..... R.C. Paterson)
.....) Directors
.....)

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1994

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

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

1.2 Following the loss in the accounting year, the company is insolvent by £44,275. It is in the directors future intention to capitalise the £60,000 long term current amount. Furthermore royalty receipts in respect of the theme song for the 1995 Rugby World Cup are expected to be substantial and will totally eliminate any insolvent situation.

1.3 TURNOVER

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

1.4 PATENTS & COPYRIGHTS

The company's policy is to write off patent evenly over its estimated life of 20 years.

1.5 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 10% Straight line

2. OPERATING LOSS

The operating loss is stated
after charging:-

	1994 £	1993 £
Depreciation	2,620	2,620
Auditors' remuneration	700	1,947
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1994

3. INTANGIBLE ASSETS

	Patents & copyrights £
<u>Cost</u>	
At 1 July 1993 and	
At 30 June 1994	50,000

<u>Amortisation</u>	
At 1 July 1993	5,000
Charge for year	2,500

At 30 June 1994	7,500

<u>Net book value at</u>	
<u>30 June 1994</u>	42,500
	=====
<u>Net book value at</u>	
<u>30 June 1993</u>	45,000
	=====

4. TANGIBLE ASSETS

	Fixtures & fittings £
<u>Cost</u>	
At 1 July 1993 and	
At 30 June 1994	1,200

<u>Depreciation</u>	
At 1 July 1993	120
Charge for year	120

At 30 June 1994	240

<u>Net book value at</u>	
<u>30 June 1994</u>	960
	=====
<u>Net book value at</u>	
<u>30 June 1993</u>	1,080
	=====

P S SONGS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1994

5.	DEBTORS	1994 £	1993 £
	Trade debtors	1,500	1,500
	Other debtors	2,207	34,136
		-----	-----
		3,707	35,636
		=====	=====
6.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	1994 £	1993 £
	Trade creditors	1	21,151
	Directors' current accounts	28,703	10,790
	Accruals and deferred income	2,776	2,076
		-----	-----
		31,480	34,017
		=====	=====
7.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	1994 £	1993 £
	<u>Directors' loan</u>	60,000	60,000
		-----	-----
		60,000	60,000
		=====	=====
8.	SHARE CAPITAL	1994 £	1993 £
	<u>Authorised</u>		
	Equity interests:		
	100 Ordinary shares class 1 of £1 each	100	100
		=====	=====
	<u>Allotted, called up and fully paid</u>		
	Equity interests:		
	100 Ordinary shares class 1 of £1 each	100	100
		=====	=====
9.	PROFIT AND LOSS ACCOUNT	1994 £	1993 £
	Accumulated losses at 1 July 1993	(10,605)	(12,578)
	Loss for the financial year	(33,770)	1,973
		-----	-----
	Accumulated losses at 30 June 1994	(44,375)	(10,605)
		=====	=====

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1994

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1994 £	1993 £
Loss for the financial year	(33,770)	1,973
Shareholders' funds at 1 July 1993	(10,505)	(12,478)
	-----	-----
Shareholders' funds at 30 June 1994	(44,275)	(10,505)
	=====	=====
Represented by:-		
Equity interests	(44,275)	(10,505)
	-----	-----
	(44,275)	(10,505)
	=====	=====