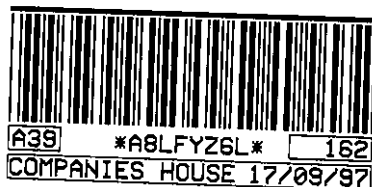


**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED**  
**31ST DECEMBER, 1996**

**Registered Number : 2862345**



**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

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**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**COMPANY INFORMATION**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

**Incorporated in England and Wales, 14th October, 1993**

|                          |   |
|--------------------------|---|
| <b>NUMBER</b>            | <b>2862345</b>  |
| <b>DIRECTORS</b>         | <b>A G Freeman<br/>M G Morgan-Wynne<br/>W P Crafter<br/>M R Spiegelberg</b>                                       |
| <b>SECRETARY</b>         | <b>V Armstrong</b>  |
| <b>REGISTERED OFFICE</b> | <b>Grosvenor House<br/>Queensway<br/>Winsford<br/>Cheshire<br/>CW7 4AW</b>  |
| <b>BANKERS</b>           | <b>National Westminster Bank Plc<br/>P.O. Box No. 6.<br/>The Bull Ring<br/>Northwich<br/>Cheshire<br/>CW9 5BN</b> |
| <b>AUDITORS</b>          | <b>Howard Worth &amp; Co.<br/>The Heysoms<br/>163 Chester Road<br/>Northwich<br/>Cheshire<br/>CW8 4AQ</b>         |

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**DIRECTORS' REPORT**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

The directors present their report and the audited financial statements for the period ended 31st December, 1996.

**Principal Activity**

The principal activity of the company during the period continued to be the promotion of a lottery on behalf of St Luke's (Cheshire) Hospice Limited.

**Directors**

The directors of the company during the period and their interests in the shares of the company as recorded in the register of directors' interests were as follows :-

|                  | <b><u>31st December 1996</u></b> | <b><u>31st March 1996</u></b> |
|------------------|----------------------------------|-------------------------------|
|                  | <b><u>Ordinary Shares</u></b>    | <b><u>Ordinary Shares</u></b> |
| A G Freeman      | -                                | -                             |
| M G Morgan-Wynne | -                                | -                             |
| W P Crafter      | -                                | -                             |
| M R Spiegelberg  | -                                | -                             |

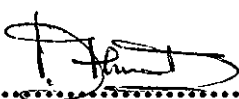
**Auditors**

Howard Worth & Co. have agreed to offer themselves for re-appointment as auditors of the company.

**Small company exemptions**

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

**On behalf of the board**

  
.....

**V Armstrong**  
**Secretary**

**Dated: 28th April, 1997**

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**  
**FOR THE PERIOD ENDED 31ST DECEMBER 1996**

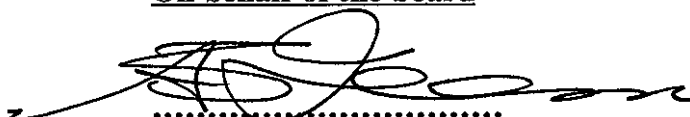
We are required under company law to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements we are required to :

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for :

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

**On behalf of the board**

A handwritten signature in black ink, appearing to read 'A G Freeman', written over a dotted line.

**A G Freeman**  
**Director**

**Dated : 28th April, 1997**

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**AUDITORS' REPORT TO THE MEMBERS OF**  
**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

We have audited the financial statements on pages 5 to 9 which have been prepared under the accounting policies set out on page 7.

**Respective responsibilities of directors and auditors**

As described on page 3, 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 error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December, 1996, and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act, 1985 applicable to small companies.

**Dated: 28th April, 1997**

*Howard Worth & Co.*  
Howard Worth & Co.  
Chartered Accountants  
and Registered Auditor

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

|  | <u>Note</u> | <u>31st December</u><br><u>1996</u><br><u>£</u> | <u>31st March</u><br><u>1996</u><br><u>£</u> |
|--|-------------|---|--|
| Turnover                                 | 2           | 360,210   | 462,434                                      |
| Cost of Sales                            |             | <u>150,758</u>                                  | <u>(196,471)</u>                             |
| Gross Profit                             |             | 209,452   | 265,963                                      |
| Administrative Expenses                  |             | <u>51,770</u>                                   | <u>(69,904)</u>                              |
| Profit on Ordinary Activities            | 3           | 157,682   | 196,059                                      |
| Covenanted Payments                      |             | <u>(157,661)</u>                                | <u>(196,059)</u>                             |
| Profit on Ordinary Activities Before Tax |             | 21  | -  |
| Taxation                                 | 4           | <u>(21)</u>                                     | <u>-</u>                                     |
| Retained Loss for the Period             |             | <u>-</u>  | <u>-</u>                                     |

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

There are no recognised gains or losses other than the profit /(loss) for the above periods.

The notes on pages 7 to 9 form part of these financial statements.

**ST LUKE'S HOSPICE PROMOTIONS LIMITED****BALANCE SHEET**  
**AS AT 31ST DECEMBER, 1996**

|  | <u>Note</u> | <u>31st December</u><br><u>1996</u><br><u>£</u> | <u>31st March</u><br><u>1996</u><br><u>£</u> |
|--|-------------|---|--|
| <b>FIXED ASSETS</b>                                    |             |   |  |
| Tangible Assets  | 5           | <u>966</u>                                      | <u>1,136</u>                                 |
| <b>CURRENT ASSETS</b>                                  |             |   |  |
| Cash at Bank and In Hand                               |             | 27,469  | 16,712                                       |
| Debtors  | 6           | <u>9,318</u>                                    | <u>15,429</u>                                |
|  |             | 36,787  | 32,141                                       |
| <b>CREDITORS (amounts falling due within one year)</b> | 7           | <u>(37,751)</u>                                 | <u>(33,275)</u>                              |
| <b>NET CURRENT LIABILITIES</b>                         |             | <u>(964)</u>                                    | <u>(1,134)</u>                               |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>           |             | <u>2</u>  | <u>2</u>                                     |
| <b>CAPITAL AND RESERVES</b>                            |             |   |  |
| Called Up Share Capital                                | 8           | 2   | 2  |
| General Reserve  |             | <u>-</u>  | <u>-</u>                                     |
| <b>TOTAL SHAREHOLDERS' FUNDS</b>                       | 9           | <u>2</u>  | <u>2</u>                                     |

The directors have taken advantage in the preparation of these financial statements of special exemptions provided by Part 1 of Schedule 8 to the Companies Act, 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 5 to 9 were approved by the board of directors on 28th April, 1997

and signed on its behalf : .....

**A.G. Freeman**  
**Director**

The notes on pages 7 to 9 form part of these financial statements.



**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**NOTES ON THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

**1. ACCOUNTING POLICIES**

**Basis of Accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No.1. on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

**Depreciation**

Depreciation of fixed assets is calculated to write off their cost less any residual value over their estimated useful lives as follows :-

|                  |   |                           |
|------------------|---|---------------------------|
| Office equipment | - | 20% p.a. reducing balance |
|------------------|---|---------------------------|

**2. Turnover**

Turnover represents the amount derived from the provision of services which fall within the company's ordinary activities.

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK. (Year Ended 31st March, 1996 Nil).

**3. Operating Profit**

|   | <b><u>31st December</u></b> | <b><u>31st March</u></b> |
|---|-----------------------------|--------------------------|
|   | <b><u>1996</u></b>          | <b><u>1996</u></b>       |
| Operating profit is stated after charging | <u>£</u>                    | <u>£</u>                 |
| Auditors' remuneration                    | 2573                        | 978                      |
| Depreciation                              | <u>170</u>                  | <u>284</u>               |

**4. Taxation**

Corporation tax on ordinary activities at 24 %  
 (25 % 31st March, 1996)

|                  |                 |
|------------------|-----------------|
| <u><u>21</u></u> | <u><u>-</u></u> |
|------------------|-----------------|

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**NOTES ON THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

**5. FIXED ASSETS**

|                       |   |
|-----------------------|---|
| Tangible Assets       | <b><u>Office<br/>Equipment</u></b><br>£ |
| <b>Cost</b>           | <b><u>1,784</u></b>                     |
| 1st April, 1996       |   |
| 31st December, 1996   | <b><u>1,784</u></b>                     |
| <b>Depreciation</b>   |   |
| 1st April, 1996       | 648                                     |
| Charge for Period     | <u>170</u>                              |
| 31st December 1996    | <u>818</u>                              |
| <b>Net Book Value</b> |   |
| 31st December, 1996   | <u>966</u>                              |
| 31st March, 1996      | <u>1136</u>                             |

**6. DEBTORS**

|                                  | <b><u>31st December</u></b><br><b><u>1996</u></b><br>£ | <b><u>31st March</u></b><br><b><u>1996</u></b><br>£ |
|----------------------------------|--|---|
| Prepayments                      | 208  | 143   |
| Amounts owed from parent company | <u>9,110</u>   | <u>15,286</u>                                       |
|                                  | <b><u>9,318</u></b>                                    | <b><u>15,429</u></b>                                |

**7. CREDITORS**

|  |                      |                      |
|--|----------------------|----------------------|
| <b>Amounts falling due within one year</b> | £                    | £                    |
| Trade creditors                            | -                    | 3,952                |
| Amounts received in advance                | 24,974               | 8,807                |
| Taxation                                   | 11,748               | 14,359               |
| Other creditors                            | 29                   | -                    |
| Accruals                                   | <u>1,000</u>         | <u>6,157</u>         |
|  | <b><u>37,751</u></b> | <b><u>33,275</u></b> |

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**NOTES ON THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

|                                   | <b><u>31st December</u></b><br><b><u>1996</u></b><br><b><u>£</u></b> | <b><u>31st March</u></b><br><b><u>1996</u></b><br><b><u>£</u></b> |
|-----------------------------------|--|---|
| <b>8. CALLED UP SHARE CAPITAL</b> |  |   |
| Authorised :                      |  |   |
| Ordinary Shares of £1 each        | <u>1,000</u>   | <u>1,000</u>  |
| Allotted, Issued and Fully paid   |  |   |
| Ordinary Shares of £1 each        | <u>2</u>   | <u>2</u>  |

**9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS**

|                               | <b><u>31st December</u></b><br><b><u>1996</u></b><br><b><u>£</u></b> |
|-------------------------------|--|
| Opening Shareholders Funds    | 2  |
| Loss For the Financial Period | <u>-</u>   |
| Closing Shareholder's Funds   | <u>2</u>   |

**10. ULTIMATE PARENT COMPANY**

The ultimate parent company is St Luke's (Cheshire) Hospice Limited a company registered in England.

**11. RELATED PARTY TRANSACTIONS**

There were transactions during the period with St Luke's (Cheshire) Hospice Limited as follows :-

**Recharged from St Luke's (Cheshire) Hospice Limited**

|         | <b><u>£</u></b> |
|---------|-----------------|
| Payroll | 17,101          |
| Postage | 1,612           |
| Audit   | <u>1,000</u>    |
|         | <u>19,713</u>   |

**Covenanted Paid to St Luke's (Cheshire) Hospice Limited**

|                   | <b><u>£</u></b> |
|-------------------|-----------------|
| Gross Of Taxation | <u>157,661</u>  |

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**DETAILED PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 31ST DECEMBER, 1996**

|                                 | <b><u>9 Months Ended</u></b><br><b><u>31st December</u></b><br><b><u>1996</u></b><br><b><u>£</u></b> | <b><u>Year Ended</u></b><br><b><u>31st March</u></b><br><b><u>1996</u></b><br><b><u>£</u></b> |
|---------------------------------|--|---|
| Total Income                    | <u>360,210</u>   | <u>462,434</u>  |
| Collection Costs                | 53,258   | 66,471  |
| Prizes                          | <u>97,500</u>  | <u>130,000</u>  |
|                                 | <u>150,758</u>   | <u>196,471</u>  |
| Gross Profit                    | <u>209,452</u>   | <u>265,963</u>  |
| <b>ADMINISTRATIVE EXPENSES</b>  |  |   |
| Advertising Expenses            | 2,539  | 4,051   |
| Publicity                       | 3,784  | 4,596   |
| Postage                         | 1,927  | 2,527   |
| Computing External              | 12,032   | 13,387  |
| Printing and Stationery         | 1,685  | 1,247   |
| Salaries                        | 15,875   | 22,898  |
| N I Contributions               | 1,226  | 1,766   |
| Insurance                       | 192  | 253   |
| Licences                        | 490  | 1,023   |
| Other Office Expenses           | -  | 28  |
| Telephone and Fax               | 209  | 329   |
| Bank Charges and Interest       | -  | 41  |
| Audit and Accountancy           | 2,573  | 978   |
| Travel Reimbursed               | 98   | 244   |
| Sundry Expenses                 | 182  | 119   |
| Consultancy                     | 8,788  | 16,133  |
| Depreciation                    | <u>170</u>   | <u>284</u>  |
|                                 | <u>51,770</u>  | <u>69,904</u>   |
| Net Profit                      | 157,682  | 196,059   |
| Covenanted Amount Including Tax | <u>(157,682)</u>   | <u>(196,059)</u>  |
| Net Transfer to General Reserve | <u>-</u>   | <u>-</u>  |