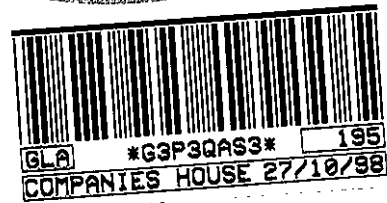


**THE EVENTS COMPANY (SCOTLAND) LIMITED**

**ABBREVIATED FINANCIAL STATEMENTS**

**31 December 1997**

**Registered number: SC145057**



**KIDSONS IMPEY**

**CHARTERED ACCOUNTANTS**

**Glasgow**

**THE EVENTS COMPANY (SCOTLAND) LIMITED**

**ABBREVIATED FINANCIAL STATEMENTS**

**for the year ended 31 December 1997**

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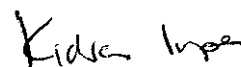
**THE EVENTS COMPANY (SCOTLAND) LIMITED****ACCOUNTANTS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS****Accountants' report  
on the unaudited financial statements to the directors of  
The Events Company (Scotland) Limited**

The following reproduces the text of the report prepared for the purposes of section 249A(1) of the Companies Act 1985 in respect of the company's annual financial statements, from which the abbreviated financial statements (set out on pages 2 to 4) have been prepared.

'As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 1997, set out on pages 4 to 9, and you consider that the company is exempt both from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.'

**Legality of dividend**

Section 263 of the Companies Act 1985 states that a distribution shall not be made except out of profits available for that purpose. The dividends totalling £15,460 were paid at a time when the company had insufficient net realised profits and as a consequence it may have been paid illegally. If so, under Section 277 of the Companies Act 1985, any member who knew or had reasonable grounds for believing that it was illegal is liable to repay the amount they received to the company.



Glasgow  
21 October 1998

Kidsons Impey  
Chartered Accountants

## THE EVENTS COMPANY (SCOTLAND) LIMITED

## ABBREVIATED BALANCE SHEET

at 31 December 1997

|   | Note | £        | 1997<br>£ | £        | 1996<br>£ |
|---|------|----------|-----------|----------|-----------|
| <b>Fixed assets</b>                                   |      |          |           |          |           |
| Tangible assets                                       | 2    |          | 12,681    |          | 10,576    |
| <b>Current assets</b>                                 |      |          |           |          |           |
| Debtors   |      | 26,245   |           | 56,043   |           |
| Cash at bank and in hand                              |      | 310      |           | -        |           |
|   |      |          |           |          |           |
|   |      | 26,555   |           | 56,043   |           |
| <b>Creditors: amounts falling due within one year</b> |      | (61,787) |           | (41,988) |           |
| <b>Net current (liabilities)/assets</b>               |      |          | (35,232)  |          | 14,055    |
| <b>Total assets less current liabilities</b>          |      |          | (22,551)  |          | 24,631    |
| <b>Capital and reserves</b>                           |      |          |           |          |           |
| Called up share capital                               | 4    |          | 100       |          | 100       |
| Profit and loss account                               |      |          | (22,651)  |          | 24,531    |
| <b>Total shareholders' funds</b>                      |      |          | (22,551)  |          | 24,631    |

continued .....

**THE EVENTS COMPANY (SCOTLAND) LIMITED****ABBREVIATED BALANCE SHEET**

(continued)

**at 31 December 1997**

The director considers that for the year ended 31 December 1997 the company was entitled to exemption under subsection 2 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 4 were approved by director on 19 October 1998.



B. Calder  
Director

**THE EVENTS COMPANY (SCOTLAND) LIMITED**  
**NOTES ON ABBREVIATED FINANCIAL STATEMENTS**

31 December 1997

**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 qualifies as a small company under the Companies Act 1985.

**Turnover**

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

**Depreciation**

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

|                     |                      |
|---------------------|----------------------|
| Plant and machinery | 15% reducing balance |
| Computer equipment  | 33.3% straight line  |

**Leases and hire purchase contracts**

Rentals paid under operating leases are charged to income as incurred.

**Going concern**

The financial statements have been prepared under the going concern basis. This is due to the continued support of the company's creditors.

**Deferred taxation**

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

**2 Fixed assets**

|                        | <b>Tangible<br/>fixed assets<br/>£</b> |
|------------------------|--|
| <b>Cost</b>            |  |
| 1 January 1997         | 14,012                                 |
| Additions              | 4,517                                  |
|                        | <hr/>                                  |
| 31 December 1997       | 18,529                                 |
|                        | <hr/>                                  |
| <b>Depreciation</b>    |  |
| 1 January 1997         | 3,436                                  |
| Charge for year        | 2,412                                  |
|                        | <hr/>                                  |
| 31 December 1997       | 5,848                                  |
|                        | <hr/>                                  |
| <b>Net book amount</b> |  |
| 31 December 1997       | 12,681                                 |
|                        | <hr/>                                  |
| 1 January 1997         | 10,576                                 |
|                        | <hr/>                                  |

**THE EVENTS COMPANY (SCOTLAND) LIMITED**  
**NOTES ON ABBREVIATED FINANCIAL STATEMENTS**

31 December 1997

|   |  |                             |                             |                             |                             |
|---|--|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| 3 | Secured creditors                            | 1997                        |                             | 1996                        |                             |
|   |  | £                           |                             | £                           |                             |
|   | Bank overdraft                               | 53,240                      |                             | 34,720                      |                             |
|   |  | <u>                    </u> |                             | <u>                    </u> |                             |
| 4 | Called up share capital                      | 1997                        |                             | 1996                        |                             |
|   |  | Number of                   |                             | Number of                   |                             |
|   |  | shares                      | £                           | shares                      | £                           |
|   | <b>Authorised</b>                            |                             |                             |                             |                             |
|   | Ordinary shares of £1 each                   | 100                         | 100                         | 100                         | 100                         |
|   |  | <u>                    </u> | <u>                    </u> | <u>                    </u> | <u>                    </u> |
|   | <b>Allotted called up<br/>and fully paid</b> |                             |                             |                             |                             |
|   | Ordinary shares of £1 each                   | 100                         | 100                         | 100                         | 100                         |
|   |  | <u>                    </u> | <u>                    </u> | <u>                    </u> | <u>                    </u> |