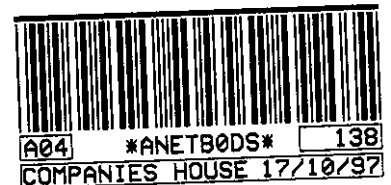


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**CROWNBOOKS LIMITED**

**For the year ended 31 January 1997**

**Company Number: 1174516**



**CROWNBOOKS LIMITED**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1997**

**DIRECTORS:**

C B K Danby  
M E Olliffe

**SECRETARY:**

C J Busk

**REGISTERED OFFICE:**

Kingston Broadway  
Kingstown  
Carlisle  
Cumbria  
CA3 0HA

**REGISTERED NUMBER:**

1174516

**AUDITORS:**

Neville Russell  
Regent House  
Heaton Lane  
Stockport  
SK4 1BS

CROWNBOOKS LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1997

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## CROWNBOOKS LIMITED

### DIRECTORS' REPORT

The directors present their report and the financial statements for the year ended 31 January 1997.

### STATEMENT OF 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 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;
- comply with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume 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.

### PRINCIPAL ACTIVITY

The principal activity of the company continued to be selling Christian literature.

At 15 July 1996 all trading, assets and liabilities of the company were transferred to Send The Light Limited, a charitable company with similar objectives.

### DIRECTORS

The directors set out in the table below have held office during the whole of the period from 1 February 1996 to the date of this report unless otherwise stated.

The interests of the directors holding office on 31 January 1997 in the shares of the company, according to the register of directors' interests, were as shown below:

Ordinary shares of £1 each			
Director's name	Date of appointment	31 January 1997 Beneficial interests	31 January 1996 or date of appointment if later Beneficial interests
D G Rivett	Resigned 15 July 1996	-	-
G C Reid	Resigned 15 July 1996	-	30,500
N Nibloe	Resigned 15 July 1996	-	-
B D Blogg	Resigned 15 July 1996	-	-
C B K Danby	15 July 1996	-	-
M E Olliffe	15 July 1996	-	-

## CROWNBOOKS LIMITED

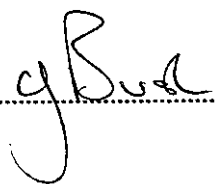
### DIRECTORS' REPORT

#### AUDITORS

Neville Russell, who were appointed during the year, have signified their willingness to continue in office and a resolution proposing their re-appointment will be put to the forthcoming annual general meeting.

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

Approved by the board on 12-9-97  
and signed on its behalf by

  
.....

## **AUDITORS' REPORT TO THE SHAREHOLDERS OF CROWNBOOKS LIMITED**

We have audited the financial statements on pages 4 to 8 which have been prepared following the accounting policies set out on page 6.

### **Respective responsibilities of directors and auditors**

As described on page 1 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 an 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 company's affairs at 31 January 1997 and of its loss for the period then ended and have been properly prepared in accordance with Companies Act 1985.



CHARTERED ACCOUNTANTS  
and Registered Auditors  
Stockport

12-9-97

# **CROWNBOOKS LIMITED**

## **PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 1997**

	Notes	1997 £	1996 £
<b>TURNOVER</b>		125,882	301,541
Cost of sales		<u>(95,877)</u>	<u>(196,097)</u>
<b>GROSS PROFIT</b>		30,005	105,444
Administration expenses		(63,079)	(119,509)
Exceptional income	3	<u>32,025</u>	<u>-</u>
<b>OPERATING LOSS</b>		(1,049)	(14,065)
Interest receivable and similar income		<u>63</u>	<u>17</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE INTEREST</b>		(986)	(14,048)
Interest payable and similar charges		<u>(1,452)</u>	<u>(4,093)</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION</b>	4,12	<u>(2,438)</u>	<u>(18,141)</u>

The company's turnover and expenses all relate to discontinued operations.

The company has no recognised gains or losses other than the loss for the year.

The loss for the year has been calculated on the historical cost basis.

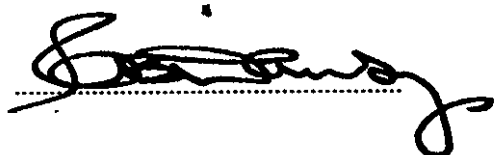
# CROWNBOOKS LIMITED

## BALANCE SHEET AT 31 JANUARY 1997

	Notes	1997 £	1996 £
<b>FIXED ASSETS</b>			
Tangible assets	6	-	17,581
<b>CURRENT ASSETS</b>			
Stocks	7	-	72,282
Debtors	8	-	17,927
Cash at bank and in hand		-	3,718
		-	93,927
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	9	-	(39,236)
<b>NET CURRENT ASSETS</b>		-	54,691
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		-	72,272
<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	10	-	(75,634)
		-	(3,362)
<b>CAPITAL AND RESERVES</b>			
Called up share capital	11	75,275	69,475
Profit and loss account	12	(75,275)	(72,837)
<b>SHAREHOLDERS' FUNDS</b>	12	-	(3,362)

Advantage is taken of the exemptions conferred by Parts I and II of Schedule 8 to the Companies Act 1985. In the directors' opinion, the company is entitled to those exemptions having met the qualifications for a small company specified in Sections 246 and 247 of the Companies Act 1985.

Approved by the board on 12-9-97  
and signed on its behalf by





## CROWNBOOKS LIMITED

### Notes to the Financial Statements for the Year Ended 31 January 1997

#### 1. ACCOUNTING POLICIES

##### (a) Accounting convention

The financial statements are prepared under the historical cost convention.

##### (b) Turnover

Turnover represents takings in respect of sales to customers, excluding value added tax, and as adjusted to take account of debtors.

##### (c) Depreciation

Depreciation is calculated to write off the cost or revalued amount less estimated residual value of fixed assets on a straight line basis over their estimated useful lives.

##### (d) Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is calculated using the first-in-first-out method.

#### 2. SEGMENTAL INFORMATION

The company operates in the UK and the whole of its turnover is in the UK market.

#### 3. EXCEPTIONAL INCOME

The exceptional income relates to the forgiveness of a part of loans from former shareholders at the point at which the ownership of the company and the benefit of the loans were assigned to Send the Light Ltd, a registered charity. Viz;

	£
Loans payable	67,950
Less: Other net assets of the Company	35,925
	<hr/>
Loan forgiveness	32,025
	<hr/>

#### 4. LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

The loss on ordinary activities before taxation is stated after charging:

	1997 £	1996 £
Staff costs	24,942	57,859
Depreciation of owned tangible fixed assets	8,762	7,248
Hire of assets	700	1,200
Auditors' remuneration - audit fee	-	-
	<hr/>	<hr/>

# CROWNBOOKS LIMITED

## Notes to the Financial Statements for the Year Ended 31 January 1997

### 5. DIRECTORS

	1997 £	1996 £
Total emoluments	<u>600</u>	<u>1,700</u>

### 6. TANGIBLE FIXED ASSETS

	Fixtures & Fittings £
<b>COST</b>	
At 1 February 1996	31,658
Disposals	(31,658)
At 31 January 1997	<u>-</u>
<b>ACCUMULATED DEPRECIATION</b>	
At 1 February 1996	14,077
Charge for the year	8,762
Eliminated on disposals	(22,839)
At 31 January 1997	<u>-</u>
<b>NET BOOK VALUES</b>	
At 31 January 1997	<u>-</u>
At 31 January 1996	<u>17,581</u>

### 7. STOCKS

	1997 £	1996 £
Stocks	<u>-</u>	<u>72,282</u>

### 8. DEBTORS

	1997 £	1996 £
<b>DUE WITHIN ONE YEAR</b>		
Trade debtors	-	4,414
Others	-	13,513
	<u>-</u>	<u>17,927</u>

# CROWNBOOKS LIMITED

## Notes to the Financial Statements for the Year Ended 31 January 1997

### 9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1997 £	1996 £
Bank loans and overdrafts	-	14,947
Trade creditors	-	17,362
Other creditors	-	6,927
	<u>-</u>	<u>39,236</u>

### 10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1997 £	1996 £
Other creditors	<u>-</u>	<u>75,634</u>

### 11. SHARE CAPITAL

	Authorised		Allotted, Issued and Fully Paid	
	1997 £	1996 £	1997 £	1996 £
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>75,275</u>	<u>69,475</u>

### 12. RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS' FUNDS

	Share Capital £	Profit and Loss Account £	Total Shareholders' Funds £
Balance at 1 February 1995	45,475	(54,696)	(9,221)
Loss for the financial year	-	(18,141)	(18,141)
New share capital subscribed	24,000	-	24,000
Balance at 31 January 1996	<u>69,475</u>	<u>(72,837)</u>	<u>(3,362)</u>
Loss for the financial year	-	(2,438)	(2,438)
New share capital subscribed	5,800	-	5,800
Balance at 31 January 1997	<u>75,275</u>	<u>(75,275)</u>	<u>-</u>

### 13. PARENT UNDERTAKINGS

The ultimate parent company is Send The Light Limited a company incorporated in Great Britain.

**CROWNBOOKS LIMITED****DETAILED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 1997**

	1997 £	1996 £
SALES	125,882	301,541
COST OF SALES		
Opening stocks	72,282	75,286
Purchases	86,165	193,093
	158,447	268,379
Less: Closing stocks	(62,570)	(72,282)
	95,877	196,097
GROSS PROFIT	30,005	105,444
	23.8%	35.0%
ADMINISTRATION EXPENSES	63,079	119,509
	(33,074)	(14,065)
OTHER OPERATING INCOME	32,088	17
	(986)	(14,048)
INTEREST PAYABLE AND SIMILAR CHARGES	1,452	4,093
LOSS ON ORDINARY ACTIVITIES BEFORE TAX	(2,438)	(18,141)

**CROWNBOOKS LIMITED****SCHEDULE OF OVERHEADS FOR THE YEAR ENDED 31 JANUARY 1997**

	1997 £	1996 £
<b>ADMINISTRATION EXPENSES</b>		
Rent, rates and insurance	16,656	33,376
Light, heat and cleaning	1,013	3,146
Repairs and renewals	1,159	4,212
Directors' remuneration	600	1,700
Wages and salaries	24,342	56,159
Telephone and postage	1,458	2,598
Printing and stationary	-	1,800
Advertising	248	938
Equipment hire	700	1,200
Sundry expenses	1,172	1,110
Subscriptions	323	415
Travelling expenses	321	786
Legal and professional fees	100	500
Audit and accountancy	556	600
Bank charges	790	1,719
Credit card charges	879	2,002
Bad and doubtful debts	4,000	-
Depreciation:		
Fixtures and fittings	8,762	7,248
	<u>63,079</u>	<u>119,509</u>
<b>OTHER OPERATING INCOME</b>		
Bank interest receivable	63	17
Gift from group companies	32,025	-
	<u>32,088</u>	<u>17</u>
<b>INTEREST PAYABLE AND SIMILAR CHARGES</b>		
Interest payable on bank overdraft	-	691
Interest payable on other loans < 5 yrs	1,452	3,402
	<u>1,452</u>	<u>4,093</u>