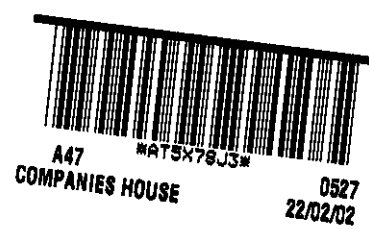


THE HOLLIES LIMITED

**REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
30 APRIL 2001**

REGISTERED NUMBER: 758607



THE HOLLIES LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2001

Contents	Pages
Company information	1
Directors' report	2
Accountants' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 9
 The following pages do not form part of the statutory financial statements	
Detailed profit and loss statement	10 - 11

THE HOLLIES LIMITED

COMPANY INFORMATION
AT 30 APRIL 2001

DIRECTORS

A C Hicks Esq
R H Elliott Esq

SECRETARY

R H Elliott Esq

BUSINESS ADDRESS

Devonshire House
1 Devonshire Street
London
W1W 5DR

ACCOUNTANTS

Citroen Wells
Chartered Accountants
Devonshire House
1 Devonshire Street
London
W1W 5DR

PRINCIPAL BANKERS

National Westminster Bank
P O Box No 4RY
250 Regent Street
London
W1A 4RY

THE HOLLIES LIMITED

DIRECTORS' REPORT

The directors present their annual report with the financial statements of the company for the year ended 30 April 2001.

PRINCIPAL ACTIVITIES

The Company is principally engaged in exploiting the performing and recording talent of the group known as "The Hollies".

REVIEW OF THE BUSINESS

The net loss after providing for taxation amounted to £1,000.

The development of the business was satisfactory during the financial year and at the year end the state of affairs of the Company was satisfactory.

There have been no important events affecting the Company since the end of the year and no major future developments in the business of the Company are anticipated.

DIRECTORS AND THEIR INTERESTS

The directors in office in the year and their beneficial interests in the company at the balance sheet date and the beginning of the year (or on appointment if later) were as follows:

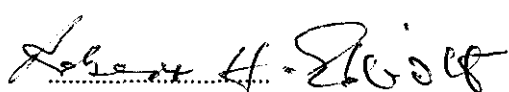
		Number of Shares	
		2001	2000
A C Hicks Esq	Ordinary £1 shares	1	1
R H Elliott Esq	Ordinary £1 shares	1	1

A C Hicks Esq and R H Elliott Esq also hold four shares jointly with A Clarke Esq.

SMALL COMPANIES EXEMPTION

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board:


R H Elliott Esq
Secretary

Date: 20.2.02

THE HOLLIES LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 April 2001 set out on pages 4 to 9 and you consider that the company is exempt from an audit and a report under section s249A(1) of the Companies Act 1985.

In accordance with your instructions we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Citroen Wells
Citroen Wells
Chartered Accountants
Devonshire House
1 Devonshire Street
London
W1W 5DR

Date: *20 FEBRUARY 2001*

THE HOLLIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 APRIL 2001

	Notes	2001 £	2000 £
TURNOVER		561,421	421,827
Administrative expenses		563,786	418,486
OPERATING (LOSS) / PROFIT	2	(2,365)	3,341
Investment income and interest receivable	3	1,626	1,887
Interest payable and similar charges	4	-	(5)
(LOSS) / PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(739)	5,223
Tax on (loss) / profit on ordinary activities	6	(261)	(811)
(LOSS) / PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(1,000)	4,412

Continuing operations

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

Total recognised gains and losses

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

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

THE HOLLIES LIMITED

BALANCE SHEET AT 30 APRIL 2001

	Notes	£	2001 £	£	2000 £
FIXED ASSETS					
Tangible assets	7		403		537
CURRENT ASSETS					
Debtors	8	51,598		18,057	
Cash at bank and in hand		141,990		205,480	
		<u>193,588</u>		<u>223,537</u>	
CREDITORS: amounts falling due within one year	9	<u>(168,852)</u>		<u>(197,935)</u>	
NET CURRENT ASSETS			24,736		25,602
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>25,139</u>		<u>26,139</u>
CAPITAL AND RESERVES					
Called up share capital	10		7		7
Profit and loss account	11		<u>25,132</u>		<u>26,132</u>
TOTAL SHAREHOLDERS' FUNDS	12		<u>25,139</u>		<u>26,139</u>

The directors have taken advantage of the exemption conferred by section 249A(1) 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:

- The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- The financial statements give a true and fair view of the state of affairs of the company as at 30 April 2001 and of its profit or loss 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 applicable to the company.

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

Approved by the board of directors on 20 February 2002 and signed on its behalf by the following directors:

A C Hicks Esq.

R H Elliott Esq.

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

THE HOLLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2001

1. STATEMENT OF ACCOUNTING POLICIES

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

Cash flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1: "Cash flow statements".

Turnover

Turnover comprises fees receivable and royalties received during the year stated net of value added tax.

Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Equipment 25% reducing value

2. OPERATING (LOSS) / PROFIT

Operating (loss) / profit is stated	2001 £	2000 £
After charging:		
Depreciation of fixed assets	134	179
Auditors' remuneration	-	2,500
Non-audit service remuneration paid to auditors	14,934	9,268
Hire of equipment	111,669	63,267

3. INVESTMENT INCOME AND INTEREST RECEIVABLE

	2001 £	2000 £
Interest received and receivable		
Bank interest	1,624	1,885
Other interest	2	2
	<u>1,626</u>	<u>1,887</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2001 £	2000 £
Other interest	-	5

THE HOLLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2001

5. INFORMATION ON DIRECTORS AND EMPLOYEES

	2001 £	2000 £
Staff costs		
Wages and salaries	52,292	80,253
Social security costs	5,143	8,854
	<u>57,435</u>	<u>89,107</u>
	2001 £	2000 £
Directors' emoluments		
Emoluments, including pension contributions to money purchase (defined contribution) schemes	<u>52,292</u>	<u>80,253</u>

6. TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES

	2001 £	2000 £
The taxation charge comprises:		
Current tax on income for the year	294	811
Adjustment in respect of prior years	(33)	-
	<u>261</u>	<u>811</u>

7. TANGIBLE FIXED ASSETS

	Equipment £
Cost:	
At 1 May 2000 and at 30 April 2001	<u>33,539</u>
Depreciation:	
At 1 May 2000	33,002
Charge for year	134
At 30 April 2001	<u>33,136</u>
Net book value:	
At 30 April 2001	<u>403</u>
At 30 April 2000	<u>537</u>

THE HOLLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2001

8. DEBTORS

	2001 £	2000 £
Trade debtors	48,109	13,567
Other debtors	3,489	4,490
	<u>51,598</u>	<u>18,057</u>

9. CREDITORS: amounts falling due within one year

	2001 £	2000 £
Trade creditors	78,055	164,352
Taxation and social security	18,076	2,529
Other creditors	72,721	31,054
	<u>168,852</u>	<u>197,935</u>

10. SHARE CAPITAL

	2001 £	2000 £
Authorised:		
Equity interests:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
Equity interests:		
7 Ordinary shares of £1 each	<u>7</u>	<u>7</u>

11. PROFIT AND LOSS ACCOUNT

	2001 £	2000 £
Retained profit as at 1 May 2000	26,132	21,720
(Loss) / profit for the year	<u>(1,000)</u>	<u>4,412</u>
Retained profit as at 30 April 2001	<u>25,132</u>	<u>26,132</u>

THE HOLLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2001

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001	2000
	£	£
(Loss) / profit for the year	(1,000)	4,412
Opening shareholders' funds	26,139	21,727
Closing shareholders' funds	<u>25,139</u>	<u>26,139</u>
Represented by:-		
Equity interests	<u>25,139</u>	<u>26,139</u>