

Company Registration Number 62513

Du Cam Marketing (UK) Limited

Financial Statements

**For the year ended
30th September 2002**



J A Mason & Co
Chartered Accountants
53 Bothwell Street
Glasgow G2 6TS

DU CAM MARKETING (UK) LIMITED

Financial Statements

Year ended 30th September 2002

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THE DIRECTORS' REPORT

The Directors present their Report and the Financial Statements of the Company for the year ended 30th September 2002.

Principal Activities

The principal activity of the Company during the year was the production and marketing of sporting publications.

The Directors and their Interests in Shares of the Company

The Directors who served the Company during the year together with the beneficial interests in the shares of the Company were as follows:

	Ordinary Shares of £1 each	
	At 30 th September 2002	At 1 st October 2001
D S Duckering	111,950	111,950
P U Schindler	160,000	160,000

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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the Directors are required to select suitable accounting policies, as described on page 6, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The Directors must also *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. The Directors 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.

Auditors

A resolution to re-appoint J A Mason & Co as Auditors for the ensuring year will be proposed at the Annual General Meeting in accordance with Section 385 of the Companies Act 1985.

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Small Company Provisions

This Report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered Office
Bishops
2 Blythswood Square
Glasgow G2 4AD

Signed by Order of the Directors



Bishops
Company Secretaries

Approved by the Directors on *18th July 2003*

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the Financial Statements on pages 5 to 10 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) under the historical cost convention and the accounting policies set out on page 7.

Respective Responsibilities of the Directors and the Auditors

As described on page 2, the Company's Directors are responsible for the preparation of the 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 the Company's affairs as at 30th September 2002 and of the loss of the Company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



J A Mason & Co
Chartered Accountants & Registered Auditors

14th March 2003
53 Bothwell Street
Glasgow G2 6TS

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PROFIT AND LOSS ACCOUNT

Year ended 30th September 2002

	Note	2002 £	2001 £
Turnover		702,903	735,824
Cost of Sales		<u>(286,964)</u>	<u>(246,097)</u>
Gross Profit		415,939	489,727
Administrative Expenses		<u>(498,368)</u>	<u>(508,313)</u>
Operating (Loss)	2	(82,429)	(18,586)
Interest payable		<u>(11,141)</u>	<u>(11,861)</u>
(Loss) on Ordinary Activities before Taxation		<u>(93,570)</u>	<u>(30,447)</u>
(Loss) re Settlement with Licencee		<u>(15,548)</u>	<u>-</u>
Retained (Loss) for the Financial Year		(109,118)	(30,447)
Balance brought forward		<u>(413,264)</u>	<u>(382,817)</u>
Balance carried forward		<u>(522,382)</u>	<u>(413,264)</u>

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BALANCE SHEET 30th September 2002

	Note	2002 £	£	2001 £	£
Fixed Assets					
Tangible assets	4		28,475		30,271
Investments	5		<u>100</u>		<u>100</u>
			28,575		30,371
Current Assets					
Stocks		142,432		160,862	
Debtors	6	269,155		237,255	
Cash at bank		<u>674</u>		<u>1,211</u>	
		412,261		399,328	
Creditors: Amounts falling due within one year	7	<u>421,636</u>		<u>295,692</u>	
Net Current (Liabilities)/Assets			<u>(9,375)</u>		<u>103,636</u>
Total Assets Less Current Liabilities			19,200		134,007
Creditors: Amounts falling due after more than one year	8				
Shareholder's Subordinated Loan		(210,750)		(210,750)	
Other Creditors		<u>(2,332)</u>		<u>(8,021)</u>	
			<u>(213,082)</u>		<u>(218,771)</u>
			<u>(193,882)</u>		<u>(84,764)</u>
Capital and Reserves					
Called-up equity share capital	11	300,000		300,000	
Share premium account		28,500		28,500	
Profit and Loss Account		<u>(522,382)</u>		<u>(413,264)</u>	
Shareholders' Funds/(Deficiency)		<u>(193,882)</u>		<u>(84,764)</u>	

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on 18 JULY 2003 and are signed on their behalf by:



D S Duckering

NOTES TO THE FINANCIAL STATEMENTS

Year ended 30th September 2002

1. ACCOUNTING POLIES

Basis of Accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and Machinery	10% ~ 20% straight line
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Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is calculated as:

Work in progress and finished goods ~ cost of raw materials and labour together with attributable overheads.

Net realisable value is allocated only to those publications known to be current and based upon length of time in company's inventory.

Finance Lease Agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

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2. OPERATING LOSS

	2002	2001
	£	£
Operating loss is stated after charging/(crediting)		
Depreciation	13,118	9,585
Auditors' fees	<u>2,200</u>	<u>2,200</u>

3. DIRECTORS' EMOLUMENTS

	2002	2001
	£	£
The directors' aggregate emoluments in respect of qualifying services were:		
Aggregate emoluments	<u>51,200</u>	<u>51,633</u>

4. TANGIBLE FIXED ASSETS

Cost	£
At 1 st October 2001	169,893
Additions	11,322
Disposals	-
At 30 th September 2002	<u>181,215</u>
Depreciation	
At 1 st October 2001	139,622
Charge for the year	13,118
Disposals	-
At 30 th September 2002	<u>152,740</u>
Net Book Value	
At 30 th September 2002	<u>28,475</u>
At 30 th September 2001	<u>30,271</u>

Finance Lease Agreements

Included within the net book value of £28,475 is £12,070 (2001 ~ £15,464) relating to assets held under finance lease agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £3,394 (2001 ~ £1,506).

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5. INVESTMENTS

	Total £
Cost	
At 1 st October 2001 and 30 th September 2002	<u>100</u>
Net Book Value	
At 30 th September 2002	<u>100</u>
At 30 th September 2001	<u>100</u>

The investment represents the 100% holding in Strokesaver International Limited, a non trading company.

6. DEBTORS

	2002 £
Trade debtors	259,403
Other debtors	<u>9,752</u>
	<u>269,155</u>

7. CREDITORS: Amounts falling due within one year

	2002 £	£
Bank loans and overdrafts		90,378
Trade creditors		142,405
Other creditors including:		
Finance leases	5,688	
Other creditors	<u>183,165</u>	
		<u>188,853</u>
		<u>421,636</u>

8. CREDITORS: Amounts falling due after more than one year

	2002 £
Finance leases	2,332
Other ~ subordinated	<u>210,750</u>
	<u>213,082</u>

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9. COMMITMENTS UNDER OPERATING LEASES

At 30th September 2002 the company had aggregate annual commitments under non-cancellable operating leases as set out below:

	2002	2001
	£	£
Operating leases which expire: Within one year	<u>Nil</u>	<u>Nil</u>

10. CONTINGENCIES

The company's overdraft facilities are secured by the company. Net obligations under finance leases and hire purchase contracts are secured on the assets acquired.

11. SHARE CAPITAL

	2002	2001
	£	£
Authorised Share Capital: 300,000 Ordinary shares of £1 each	<u>300,000</u>	<u>300,000</u>
Allotted, called up and fully paid Ordinary share capital	<u>300,000</u>	<u>300,000</u>