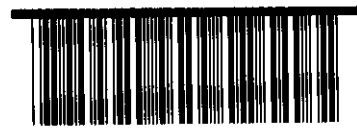


**Simple Minds Limited**

Abbreviated accounts  
Registered number 1409205  
30 June 2004



|                 |          |          |
|-----------------|----------|----------|
| SCT             | SBWLY4K6 | 1029     |
| COMPANIES HOUSE |          | 19/04/05 |
| SCT             | SBKQH45T | 0142     |
| COMPANIES HOUSE |          | 04/04/05 |

## Contents

|   | Page  |
|---|-------|
| Accountants' report on the unaudited abbreviated<br>financial statements to the directors of Simple Minds Limited | 1     |
| Balance sheet   | 2     |
| Notes   | 3 - 5 |



KPMG LLP

Saltire Court  
20 Castle Terrace  
Edinburgh  
EH1 2EG  
United Kingdom

**Accountants' report on the unaudited financial statements to the directors of Simple Minds Limited**

As described on the balance sheet, you are responsible for the preparations of the financial statements for the year ended 30 June 2004, set out on pages 2 to 5 and you consider the company is exempt from an audit and a report under section 249(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements from the accounting records and information and explanations supplied to us, in order to assist you to fulfil your statutory responsibilities.

KPMG LLP

KPMG LLP  
*Chartered Accountants*  
*Registered Auditor*

14 January 2005

## Balance sheet

at 30 June 2004

|   | Note | 2004<br>£   | 2003<br>£   |
|---|------|-------------|-------------|
| <b>Fixed assets</b>                                   |      |             |             |
| Tangible assets                                       | 2    | 22,626      | 21,831      |
| Investments   | 4    | 100         | 100         |
|   |      | <hr/>       | <hr/>       |
|   |      | 22,726      | 21,931      |
| <b>Current assets</b>                                 |      |             |             |
| Debtors   |      | 198,188     | 277,773     |
| Cash at bank and in hand                              |      | 301,516     | 176,681     |
|   |      | <hr/>       | <hr/>       |
|   |      | 499,704     | 454,454     |
| <b>Creditors:</b> amounts falling due within one year |      | (148,293)   | (206,204)   |
|   |      | <hr/>       | <hr/>       |
| <b>Net current assets</b>                             |      | 351,411     | 248,250     |
|   |      | <hr/>       | <hr/>       |
| <b>Total assets add net current assets</b>            |      | 374,137     | 270,181     |
|   |      | <hr/>       | <hr/>       |
| <b>Accruals and deferred income</b>                   |      | (1,126,323) | (1,114,750) |
|   |      | <hr/>       | <hr/>       |
|   |      | (752,186)   | (844,569)   |
| <b>Capital and reserves</b>                           |      |             |             |
| Called up share capital                               | 3    | 100         | 100         |
| Profit and loss account                               |      | (752,286)   | (844,669)   |
|   |      | <hr/>       | <hr/>       |
| <b>Shareholders' funds - equity</b>                   |      | (752,186)   | (844,569)   |

The accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The company was entitled to exemption under section 249A(1) of the Companies Act 1985 from the requirement to have its financial statements for the year ended 30 June 2004 audited.

No notice has been deposited under section 249B(2) of that Act requiring an audit in relation to the company's financial statements for that financial year.

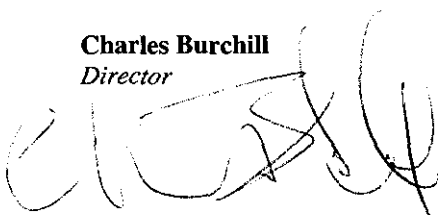
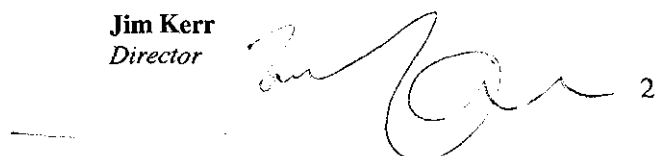
The directors acknowledge their responsibilities for:

- 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 for the financial year in accordance with the requirements of section 226 of that Act, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These accounts were approved by the board of directors on 14 January 2005 and were signed on its behalf by:

Charles Burchill  
Director

Jim Kerr  
Director

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

#### ***Basis of preparation***

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

The financial statements have been prepared on a going concern basis as the company's indebtedness to its recording company is only repayable out of future royalty earnings.

Under Financial Reporting Standard 1, the company is exempt from the requirement to prepare a cash flow statement on the grounds of its size.

The company is exempt from the requirement to prepare group financial statements on the grounds of size.

#### ***Depreciation***

Depreciation is calculated to write off the cost of tangible assets by equal annual instalments, (the straight-line method) over their estimated useful lives as follows:

|           |     |
|-----------|-----|
| Equipment | 25% |
|-----------|-----|

#### ***Taxation***

The charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS19.

#### ***Royalties***

Royalties are credited to the profit and loss account during the year in which they are earned.

#### ***Foreign currencies***

Income and expenses on overseas tours have been translated at rates approximating to the exchange rates ruling at the date of the transaction. Assets and liabilities have been translated at the rate ruling at the balance sheet date.

**Notes** *(continued)*

**2 Tangible assets**

|                       | Equipment<br>£ |
|-----------------------|----------------|
| <i>Cost</i>           |                |
| At 27 June 2003       | 159,908        |
| Additions             | 16,132         |
| Disposals             | (9,808)        |
|                       | <hr/>          |
| At 30 June 2004       | 166,232        |
|                       | <hr/>          |
| <i>Depreciation</i>   |                |
| At 27 June 2003       | 138,077        |
| Charge for year       | 15,337         |
| Disposals             | (9,808)        |
|                       | <hr/>          |
| At 30 June 2004       | 143,606        |
|                       | <hr/>          |
| <i>Net book value</i> |                |
| At 30 June 2004       | <b>22,626</b>  |
|                       | <hr/>          |
| At 27 June 2003       | 21,831         |
|                       | <hr/>          |

**3 Share capital**

|   | 2004<br>£  | 2003<br>£ |
|---|------------|-----------|
| <i>Authorised</i>                         |            |           |
| 100 ordinary shares of £1 each            | <b>100</b> | 100       |
|   | <hr/>      | <hr/>     |
| <i>Allotted, called up and fully paid</i> |            |           |
| 100 ordinary shares of £1 each            | <b>100</b> | 100       |
|   | <hr/>      | <hr/>     |

## Notes (continued)

### 4 Investments

|                                  | Subsidiary<br>undertaking<br>£ | Unlisted<br>investments<br>£ | Total<br>£ |
|----------------------------------|--------------------------------|------------------------------|------------|
| <i>Cost</i>                      |                                |                              |            |
| At 27 June 2003 and 30 June 2004 | 100                            | 83,375                       | 83,475     |
| <i>Amount written off</i>        |                                |                              |            |
| At 27 June 2003 and 30 June 2004 | -                              | (83,375)                     | (83,375)   |
|                                  | <hr/>                          | <hr/>                        | <hr/>      |
| <i>Net book value</i>            |                                |                              |            |
| At 27 June 2003 and 30 June 2004 | 100                            | -                            | 100        |
|                                  | <hr/>                          | <hr/>                        | <hr/>      |

The company owns the whole of the issued ordinary share capital of Simple Minds (Investments) Limited and Mindmoods Limited (formerly Mindmall Limited), which are incorporated in Great Britain and registered in England. The subsidiaries did not trade during the year.

The company holds 18,750 (11%) ordinary shares in 2Fluid Creative Limited, which is incorporated in Great Britain and registered in Scotland.