

Simple Minds Limited

Abbreviated accounts

30 June 1998

Registered number 1409205



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Saltire Court
20 Castle Terrace
Edinburgh
EH1 2EG

**Report of the auditors to Simple Minds Limited
pursuant to section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 4 together with the accounts of Simple Minds Limited prepared under section 226 of the Companies Act 1985 for the year ended 30 June 1998.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full accounts.

Opinion

In our opinion, the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts are properly prepared in accordance with those provisions.

KPMG

KPMG
*Chartered Accountants
Registered Auditors*

12 February 1999

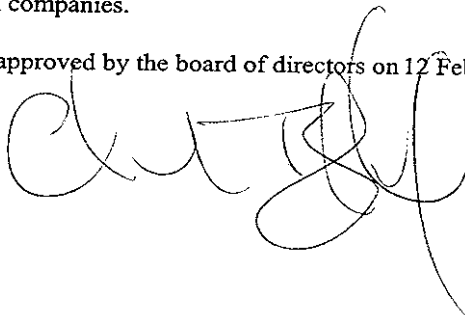
Balance sheet
at 30 June 1998

	Note	1998 £	1997 £
Fixed assets			
Tangible assets	2	22,619	295,364
Investment in subsidiary undertaking	4	2	2
		<u>22,621</u>	<u>295,366</u>
Current assets			
Debtors		426,971	508,133
Cash at bank and in hand		479,750	746,350
		<u>906,721</u>	<u>1,254,483</u>
Creditors: amounts falling due within one year		(233,443)	(239,645)
		<u>673,278</u>	<u>1,014,838</u>
Net current assets			
		<u>673,278</u>	<u>1,014,838</u>
Total assets add current assets		<u>695,899</u>	<u>1,310,204</u>
Accruals and deferred income		<u>(579,732)</u>	<u>(874,067)</u>
		<u>116,167</u>	<u>436,137</u>
Capital and reserves			
Called up share capital	3	100	100
Profit and loss account		116,067	436,037
		<u>116,167</u>	<u>436,137</u>
Shareholders' funds - equity		<u>116,167</u>	<u>436,137</u>

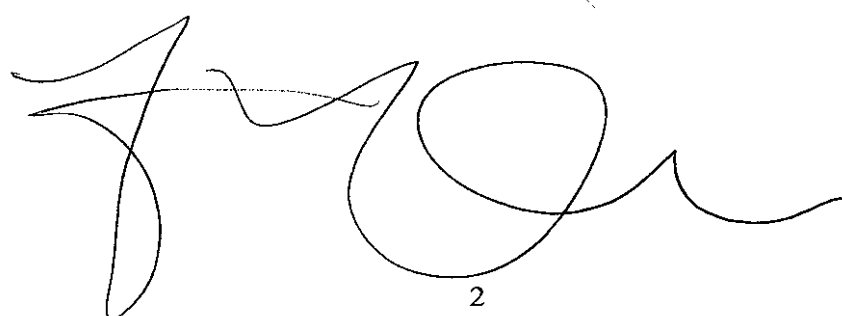
The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These accounts were approved by the board of directors on 12 February 1999 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 accounts have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

Under Financial Reporting Standard 1, the company is exempt from the requirements of preparing a cash flow statement on the grounds that it qualifies as a small company.

The company is exempt by virtue of s248 of the Companies Act 1985 from the requirement to prepare group accounts. These accounts present information about the company as an individual undertaking and not about its group.

The accounts 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.

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%
Furniture and fittings	10%

Deferred tax

Deferred tax is provided in respect of timing differences if a liability or asset is likely to arise from reversal of such timing differences in the foreseeable future. Deferred tax is calculated at the corporation tax rate expected to apply when the timing differences reverse.

Royalties

Royalties are credited to the profit and loss account during the period 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

Group and company

	Freehold property £	Equipment £	Furniture and fittings £	Motor vehicle £	Total £
<i>Cost</i>					
At 30 June 1997	313,466	390,372	30,853	8,000	742,691
Additions	-	5,932	-	-	5,932
Disposals	(313,466)	-	(30,853)	(8,000)	(352,319)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 1998	-	396,304	-	-	396,304
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Depreciation</i>					
At 30 June 1997	61,662	355,652	28,013	2,000	447,327
Charge for year	-	18,033	-	-	18,033
Disposals	(61,662)	-	(28,013)	(2,000)	(91,675)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 1998	-	373,685	-	-	373,685
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Net book value</i>					
At 30 June 1998	-	22,619	-	-	22,619
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 1997	251,804	34,720	2,840	6,000	295,364
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

3 Share capital

	1998 £	1997 £
<i>Authorised</i>		
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
<i>Allotted, called up and fully paid</i>		
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>

4 Investment in subsidiary undertaking

Investment at cost	2	2
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The company owns the whole of the issued ordinary share capital of Simple Minds Overseas Limited, which is incorporated in Great Britain and registered in England. The subsidiary did not trade during the year.