

COMPANY REGISTRATION NUMBER 1764018

**LEISURE AND COMMERCIAL INVESTMENTS
LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MAY 2003



EDMUND GIBBS

Chartered Certified Accountants
Kingsgate
4610 Cascade Way
Oxford Business Park South
Oxford
OX4 2SU

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2003

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LEISURE AND COMMERCIAL INVESTMENTS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The director	M A Lindley
Company secretary	E Harry
Registered office	Kingsgate 4610 Cascade Way Oxford Business Park South Oxford OX4 2SU
Accountants	Edmund Gibbs Chartered Certified Accountants Kingsgate 4610 Cascade Way Oxford Business Park South Oxford OX4 2SU

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31 MAY 2003

The director presents her report and the unaudited financial statements of the company for the year ended 31 May 2003.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the provision of management and consultancy services.

THE DIRECTOR AND HER INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year together with her beneficial interests in the shares of the company was as follows:

	Ordinary Shares of £0.01 each	
	At 31 May 2003	At 1 June 2002
M A Lindley	<u>196</u>	<u>196</u>

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:
Kingsgate
4610 Cascade Way
Oxford Business Park South
Oxford
OX4 2SU

Signed by order of the director

Elizabeth P. Harry 12/03/04

E HARRY
Company Secretary

Approved by the director on

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTOR

YEAR ENDED 31 MAY 2003

We report on the financial statements for the year ended 31 May 2003 set out on pages 4 to 11 .

Respective responsibilities of directors and reporting accountants

As described on the balance sheet the company's directors are responsible for the preparation of financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

(a) the financial statements are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;

(b) having regard only to, and on the basis of, the information contained in those accounting records:

(i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and

(ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time, within that, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1)

Edmund Gibbs

EDMUND GIBBS

Chartered Certified Accountants

Kingsgate
4610 Cascade Way
Oxford Business Park South
Oxford
OX4 2SU

19 March 2004

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MAY 2003

	Note	2003 £	2002 £
TURNOVER		50,000	127,418
Administrative expenses		128,460	194,429
Other operating income	2	<u>(6,234)</u>	<u>(642)</u>
OPERATING LOSS	3	(72,226)	(66,369)
Profit on disposal of associated company		<u>79,902</u>	<u>18,593</u>
		7,676	(47,776)
Interest receivable		7,015	456
Interest payable		<u>(495)</u>	<u>—</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		14,196	(47,320)
Tax on profit/(loss) on ordinary activities	4	<u>59</u>	<u>9,200</u>
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		14,137	(56,520)
Balance brought forward		<u>(233,330)</u>	<u>(176,810)</u>
Balance carried forward		<u>(219,193)</u>	<u>(233,330)</u>

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

BALANCE SHEET

31 MAY 2003

	Note	2003 £	£	2002 £	£
FIXED ASSETS					
Intangible assets	5		10,000		10,000
Tangible assets	6		21,516		50
Investments	7		<u>60,004</u>		<u>60,004</u>
			91,520		70,054
CURRENT ASSETS					
Debtors	8	539,913		456,465	
Investments	9	—		75,198	
Cash in hand		<u>324</u>		<u>—</u>	
		540,237		531,663	
CREDITORS: Amounts falling due within one year	10	<u>837,202</u>		<u>835,045</u>	
NET CURRENT LIABILITIES			(296,965)		(303,382)
TOTAL ASSETS LESS CURRENT LIABILITIES			(205,445)		(233,328)
CREDITORS: Amounts falling due after more than one year	11		<u>13,746</u>		<u>—</u>
			<u>(219,191)</u>		<u>(233,328)</u>

The Balance sheet continues on the following page.

The notes on pages 7 to 11 form part of these financial statements.

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

BALANCE SHEET *(continued)*

31 MAY 2003

	Note	2003 £	2002 £
CAPITAL AND RESERVES			
Called-up equity share capital	13	2	2
Profit and loss account		(219,193)	(233,330)
DEFICIENCY		<u>(219,191)</u>	<u>(233,328)</u>

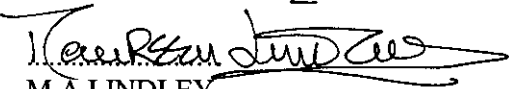
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges her responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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 June 2002).

These financial statements were approved and signed by the director on 12th March, 04


M A LINDLEY

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2003

1. ACCOUNTING POLICIES

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 June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Publishing rights and titles

No depreciation is provided on publishing rights and titles since, in the opinion of the director, their value is not diminished and therefore any depreciation would be immaterial.

Fixed assets

All fixed assets are initially recorded at cost.

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:

Computer Equipment	-	33% per annum
Motor Vehicles	-	25% per annum

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

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.

2. OTHER OPERATING INCOME

	2003	2002
	£	£
Other operating income	<u>6,234</u>	<u>642</u>

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2003

3. OPERATING LOSS

Operating loss is stated after charging/(crediting):

	2003	2002
	£	£
Director's emoluments	4,500	7,200
Depreciation of owned fixed assets	383	1,814
Depreciation of assets held under hire purchase agreements	5,886	—
Profit on disposal of fixed assets	(3,400)	—

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

	2003	2002
	£	£
<u>Current tax:</u>		
UK Corporation tax based on the results for the year	—	9,200
Over/under provision in prior year	59	—
Total current tax	<u>59</u>	<u>9,200</u>

5. INTANGIBLE FIXED ASSETS

	Publishing Rights and Titles £
COST	
At 1 June 2002 and 31 May 2003	<u>10,000</u>
AMORTISATION	<u>—</u>
NET BOOK VALUE	
At 31 May 2003	<u>10,000</u>
At 31 May 2002	<u>10,000</u>

LEISURE AND COMMERCIAL INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MAY 2003

6. TANGIBLE FIXED ASSETS

	Computer Equipment £	Motor Vehicles £	Total £
COST			
At 1 June 2002	17,111	36,310	53,421
Additions	4,190	23,545	27,735
Disposals	—	(14,555)	(14,555)
At 31 May 2003	<u>21,301</u>	<u>45,300</u>	<u>66,601</u>
DEPRECIATION			
At 1 June 2002	17,061	36,310	53,371
Charge for the year	383	5,886	6,269
On disposals	—	(14,555)	(14,555)
At 31 May 2003	<u>17,444</u>	<u>27,641</u>	<u>45,085</u>
NET BOOK VALUE			
At 31 May 2003	<u>3,857</u>	<u>17,659</u>	<u>21,516</u>
At 31 May 2002	<u>50</u>	<u>—</u>	<u>50</u>

Hire purchase agreements

Included within the net book value of £21,516 is £17,659 (2002 - £Nil) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £5,886 (2002 - £Nil).

7. INVESTMENTS

	Shares in Subsidiary Companies £
COST	
At 1 June 2002 and 31 May 2003	<u>60,004</u>
NET BOOK VALUE	
At 31 May 2003	<u>60,004</u>
At 31 May 2002	<u>60,004</u>

LEISURE AND COMMERCIAL INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MAY 2003

7. INVESTMENTS *(continued)*

In the opinion of the Director, the value of the Company's interest in the above subsidiaries is not less than the original cost as stated above. The Company's subsidiary entities at the date of these financial statements, which are all incorporated in Great Britain, are listed below.

	% of Issued Share Capital	Principal Activity
International Industrial Intelligence Limited 45,000 Ordinary Shares of £1 each	75%	
International Industrial Information Limited 2 Ordinary Shares of £1 each	100%	Trade directories and newsletters publishing
Millennium Books Limited 2 Ordinary Shares of £1 each	50%	Book Publishers

The company is entitled to the exemption under Section 248 of the Companies Act 1985 from the obligation to prepare group accounts.

8. DEBTORS

	2003 £	2002 £
Trade debtors	—	644
Amounts owed by group undertakings	512,379	429,067
VAT recoverable	1,543	813
Other debtors	25,991	25,941
	<u>539,913</u>	<u>456,465</u>

9. INVESTMENTS

	2003 £	2002 £
Other investments	—	75,198

10. CREDITORS: Amounts falling due within one year

	2003 £	2002 £
Bank loans and overdrafts	1,771	2
Trade creditors	8,886	482
Corporation tax	—	9,200
Other taxation and social security	7,625	8,840
Hire purchase agreements	3,762	—
Other creditors	815,158	816,521
	<u>837,202</u>	<u>835,045</u>

LEISURE AND COMMERCIAL INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2003

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

	2003	2002
	£	£
Hire purchase agreements	<u>13,746</u>	<u>—</u>

12. RELATED PARTY TRANSACTIONS

The Company is under the control of M A Lindley and C D Lindley who together own 98% of the issued share capital.

13. SHARE CAPITAL

Authorised share capital:

	2003	2002
	£	£
10,000 Ordinary shares of £0.01 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £0.01 each	<u>200</u>	<u>2</u>	<u>200</u>	<u>2</u>