

RIGHTS WORLDWIDE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2000

- Company No. 2328917 -

WILKINS KENNEDY
Chartered Accountants
Greytown House
221-227 High Street
Orpington
Kent BR6 0NZ



RIGHTS WORLDWIDE LIMITED

DIRECTORS' REPORT

The Directors have pleasure in submitting their annual report and financial statements for the year ended 31 March 2000.

ACTIVITIES

The Company's principal activity is administering copyrights. There have been no changes in the principal activity during the year under review and none are envisaged in the coming year.

FINANCIAL

The profit for the year is shown in the attached profit and loss account. The Directors do not recommend the payment of a dividend (1999: Nil).

DIRECTORS

The Directors who served during the year were as follows:

R H P Boyle - Chairman
T H Pasteur
R P Paine

None of the Directors have any interest in the share capital of the Company. The interests of the Directors, who are also Directors of the Company's immediate Holding Company, Faber Music Holdings Limited, in the share capital of that Company are disclosed in the financial statements of that Company.

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 and of the profit or loss of the Company for that period. In preparing those financial statements, the Directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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. They 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

Having expressed their willingness to continue in office a resolution for the re-appointment of Wilkins Kennedy will be proposed at the Annual General Meeting.

By Order of the Board



H M Raver
Secretary

Date: 2 August 2000

AUDITORS' REPORT TO THE MEMBERS OF

RIGHTS WORLDWIDE LIMITED

We have audited the financial statements on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibilities Of Directors And Auditors

As described on page 1 the Company's Directors are responsible for the preparation of 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

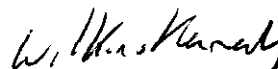
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 affairs of the Company at 31 March 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Greytown House
221-227 High Street
Orpington
Kent BR6 0NZ



Chartered Accountants
and Registered Auditors

Date:

2/8/00

RIGHTS WORLDWIDE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2000

	Notes	2000 £	1999 £
TURNOVER	1	-	-
Cost of sales		-	-
		<hr/>	<hr/>
		-	-
Other operating income		20,454	24,312
		<hr/>	<hr/>
GROSS PROFIT		20,454	24,312
Administrative expenses		18,629	6,925
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	1,825	17,387
Taxation	3	-	3,651
		<hr/>	<hr/>
RETAINED PROFIT FOR THE YEAR	9	£1,825	£ 13,736
		<hr/>	<hr/>

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

There were no recognised gains or losses other than those shown in the profit and loss account.

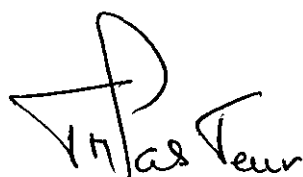
The notes on pages 5 to 7 form part of the financial statements.

RIGHTS WORLDWIDE LIMITED**BALANCE SHEET****AS AT 31 MARCH 2000**

	Notes	2000		1999	
		£	£	£	£
CURRENT ASSETS					
Debtors	5	5,000		5,000	
Cash at bank and in hand		4,824		1,010	
		<u>9,824</u>		<u>6,010</u>	
CREDITORS: Amounts falling due within one year					
	6	<u>(41,251)</u>		<u>(39,262)</u>	
			<u>(31,427)</u>		<u>(33,252)</u>
NET CURRENT LIABILITIES			<u>£(31,427)</u>		<u>£(33,252)</u>
CAPITAL AND RESERVES					
Called up share capital	8		990		990
Profit and loss account	9		<u>(32,417)</u>		<u>(34,242)</u>
SHAREHOLDERS' FUNDS	10		<u>£(31,427)</u>		<u>£(33,252)</u>

The notes on pages 5 to 7 form part of the financial statements.

The financial statements set out on pages 3 to 7 were approved by the Board of Directors on 2 August 2000 and were signed on its behalf by:-



..... Director

RIGHTS WORLDWIDE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 2000****1. ACCOUNTING POLICIES****(a) Basis of preparation of accounts**

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards. They have been prepared on a going concern basis, the validity of which is dependent upon the continuing support of the immediate parent Company. The immediate parent company has agreed to maintain its support and therefore the directors have a reasonable expectation that the Company will continue in operation for the foreseeable future.

(b) Turnover

Turnover represents the value of performing and other fees received, less payments to composers and principals. Fees are accounted for on a cash received basis.

(c) Taxation

The charge is based on the results for the year and takes into account deferred taxation. Provision for deferred taxation is made where it is probable that a liability will crystallise in the foreseeable future.

(d) Foreign currencies

Transactions in foreign currencies are recorded in the profit and loss account using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. Gains and losses on translation are included in the profit and loss account.

2. TRADING PROFIT

2000
£

1999
£

Trading profit is stated after charging:

Auditors remuneration

£ 550

£ 500

3. TAX ON PROFIT ON ORDINARY ACTIVITIES

£

£

UK corporation tax at 20% (1999: 21%) on the profit for the year

£ -

£ 3,651

4. DIRECTORS' EMOLUMENTS

£

£

Emoluments

£ -

£ 1,200

There were no employees during the year other than the Directors.

RIGHTS WORLDWIDE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(Continued)

5. DEBTORS	2000	1999
	£	£
Other debtors	<u>£5,000</u>	<u>£ 5,000</u>
6. CREDITORS: Amounts falling due within one year	£	£
Amounts due to parent undertaking	8,652	15,653
Amounts due to fellow subsidiary undertaking	32,059	18,659
Corporation tax	-	-
Other creditors	-	4,450
Accruals	540	500
	<u>£ 41,251</u>	<u>£ 39,262</u>
7. PROVISIONS FOR LIABILITIES AND CHARGES		
<u>Deferred tax</u>		
No provision for deferred taxation is required in these financial statements.		
8. SHARE CAPITAL	Authorised	Allotted, called up and fully paid
	2000	1999
	£	£
Equity interests:		
Ordinary shares of £1 each	<u>£ 1,000</u>	<u>£ 1,000</u>
		<u>£ 990</u>
		<u>£ 990</u>
9. PROFIT AND LOSS ACCOUNT	2000	1999
	£	£
At 1 April 1999	(34,242)	(47,978)
Retained profit for the year	1,825	13,736
At 31 March 2000	<u>£ (32,417)</u>	<u>£ (34,242)</u>

RIGHTS WORLDWIDE LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
(Continued)**10. RECONCILIATION OF MOVEMENT IN
SHAREHOLDERS' FUNDS**

	2000	1999
	£	£
Equity interests:		
Profit for the year	1,825	13,736
Shareholders' funds at 1 April 1999	(33,252)	(46,988)
Shareholders' funds at 31 March 2000	£(31,427)	£(33,252)

11. CAPITAL COMMITMENTS

	£	£
Authorised by the directors and contracted for	£ Nil	£ Nil

12. RELATED PARTY TRANSACTIONS

The Company has taken advantage of the exemption not to disclose transactions with entities that are part of the group by virtue of its status as a subsidiary of a parent whose financial statements are consolidated and are made publicly available.

13. IMMEDIATE AND ULTIMATE HOLDING COMPANY

The Company's immediate Holding Company is Faber Music Holdings Limited. As at 31 March 2000 the Company's ultimate Holding Company was Geoffrey Faber Holdings Limited which is incorporated in Great Britain.