

2693142

**Bandmodel Limited**  
**REPORT AND ACCOUNTS**  
**For the year ended 31st August 1996**

**G GILBERTS**

CHARTERED ACCOUNTANTS



**Bandmodel Limited**

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**Bandmodel Limited**

**DIRECTORS AND OFFICERS**

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<b>Directors</b>	Mr A M Mortimer
<b>Company secretary</b>	Mr T M Coldwell
<b>Registered office</b>	Pendragon House 65 London Road St Albans Hertfordshire AL1 1LJ
<b>Auditors</b>	Gilberts Pendragon House 65 London Road St Albans Hertfordshire AL1 1LJ
<b>Bankers</b>	Royal Bank of Scotland plc 1 Lockey House St Peters Street St Albans Hertfordshire AL1 3LR
<b>Company registration number</b>	2693142

**Bandmodel Limited**

## **NOTICE OF ANNUAL GENERAL MEETING**

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Notice is hereby given that the Annual General Meeting of the Company will be held at Pendragon House, 65 London Road, St Albans, Hertfordshire, AL1 1LJ on 31st October 1996 at 10 a.m. for the following purposes:-

To receive and adopt the directors' report and the audited accounts for the year ended 31st August 1996.

To approve dividends for the year ended 31st August 1996 as follows:

Ordinary shares of £1 each:

Interim dividend of £2600 per share

To approve the directors' emoluments for the year ended 31st August 1996.

To reappoint Gilberts as auditors and to authorise the board to fix their remuneration.

To transact any other ordinary business of the Company.

By order of the board

**Mr T M Coldwell**  
Secretary

**Pendragon House**  
65 London Road  
St Albans  
Hertfordshire  
AL1 1LJ

**9th October 1996**

### **Note:**

A member entitled to attend and vote at the meeting may appoint one or more proxies to attend and vote, on a poll, on his behalf. A proxy need not be a member of the Company. The instrument appointing a proxy must be deposited at the Company's registered office not less than 48 hours before the time appointed for holding the meeting.

# **Bandmodel Limited**

## **DIRECTORS' REPORT**

**for the year ended 31st August 1996**

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The directors submit their annual report and the audited financial statements of the Company for the year ended 31st August 1996.

### **Directors**

The directors of the Company at the date of the report are shown on page 3.

### **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 for that year. 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 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.

### **Principal activity and review of the business**

The principal activity of the Company continued to be that of publishing. Royalties for the year have again been substantial indicating the continuing success of the music published.

### **Results and dividends**

The Company made a profit on ordinary activities after taxation for the year of £278,179.

The directors recommend that the following dividends be paid on the ordinary share capital of the Company:  
Interim dividend of £260,000

The retained profit after taxation and dividends for the year added to reserves was £18,179.

### **Fixed assets**

Details of movements in fixed assets during the financial year are shown in the notes to the accounts.

**Bandmodel Limited**

**DIRECTORS' REPORT**

**for the year ended 31st August 1996**

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**Directors' interests**

The directors have the following interests, including family interests, in the share capital of the Company.

	Ordinary shares of £1 each	
	1996	1995
Mr A M Mortimer	99	99

There are no schemes to benefit the directors by enabling them to buy shares in the Company or in any other company.

**Directors' interest in contracts**

At no time during the financial period has any director had an interest in any contract significant to the Company's business.

**Tax status**

The Company is a 'close' company within the meaning of section 414, Income and Corporation Taxes Act 1988.

**Auditors**

In accordance with Section 385 of the Companies Act 1985, a resolution proposing the re-appointment of Gilberts as auditors to the Company will be put to the Annual General Meeting.

Signed on behalf of the board



**Mr A M Mortimer**  
**Chairman**  
**9th October 1996**



CHARTERED ACCOUNTANTS

## REPORT OF THE AUDITORS

to the shareholders of Bandmodel Limited

We have audited the financial statements on pages 8 to 13 which have been prepared under the accounting policies set out on page 10.

### Respective responsibilities of directors and auditors

As described on page 5 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 the 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 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 have also evaluated the overall adequacy of the presentation of the 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 31st August 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

9th October 1996  
Registered Auditor

**Bandmodel Limited****PROFIT AND LOSS ACCOUNT****for the year ended 31st August 1996**

	Notes	1996 £	1995 £
Turnover	2	690,532	922,744
Cost of sales		40,233	27,514
Gross profit		650,299	895,230
Administrative expenses		271,384	164,046
Operating profit	3	378,915	731,184
Interest receivable		12,150	9,320
Profit on ordinary activities before taxation		391,065	740,504
Taxation	6	(112,886)	(230,394)
Profit on ordinary activities after taxation		278,179	510,110
Dividends	7	(260,000)	(510,000)
Retained profit for the year		18,179	110
Retained profit brought forward		14,806	14,696
Retained profit carried forward		32,985	14,806

**Continuing operations**

The Company did not acquire or dispose of any businesses during the two years.

**Statement of total recognised gains and losses**

The Company had no recognised gains or losses other than the profits or losses for the two years.



**Bandmodel Limited**

**BALANCE SHEET**

**As at 31st August 1996**

	Notes	1996 £	1995 £
<b>Fixed assets</b>			
Tangible Assets	8	<u>5,404</u>	<u>7,984</u>
<b>Current assets</b>			
Cash at bank and in hand		<u>564,468</u>	<u>288,809</u>
		564,468	288,809
<b>Creditors: amounts falling due within one year</b>	9	<u>536,787</u>	<u>281,887</u>
<b>Net current assets</b>		<u>27,681</u>	<u>6,922</u>
<b>Total assets less current liabilities</b>		<u>33,085</u>	<u>14,906</u>
<b>Capital and reserves</b>			
Called up share capital	10	<u>100</u>	<u>100</u>
Profit and loss account		<u>32,985</u>	<u>14,806</u>
<b>Shareholders' funds</b>	11	<u>33,085</u>	<u>14,906</u>

 ..... Mr A M Mortimer

**Approved by the Board of Directors on 9th October 1996**

The notes set out on pages 10 to 13 form part of these financial statements

**NOTES TO THE ACCOUNTS**

**for the year ended 31st August 1996**

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**1 Accounting policies**

The principal accounting policies used in the preparation of these accounts are set out below:

**Basis of accounting**

These accounts have been prepared under the historical cost convention and are prepared in accordance with applicable accounting standards.

The Company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a Cash Flow Statement.

**Depreciation**

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Motor vehicles	- 25% straight line
Office equipment and fittings	- 15% straight line

**Deferred taxation**

No provision has been made for deferred taxation, as in the opinion of the directors, all material timing differences are not expected to reverse in the foreseeable future.

**2 Turnover**

Turnover represents the invoiced amount of goods sold and services provided, stated net of value added tax, in the ordinary course of the business in the United Kingdom.

Turnover is split as follows:

	1996 £	1995 £
Publishing advances	36,583	566,137
Royalties	653,949	356,607
	<u>690,532</u>	<u>922,744</u>

**Bandmodel Limited****NOTES TO THE ACCOUNTS****for the year ended 31st August 1996****3 Operating profit/loss****Stated after charging**

	1996 £	1995 £
Administrative expenses including:		
Depreciation	2,580	9,080
(Profit) on disposal of fixed assets	-	(1,875)
Directors' remuneration	200,000	79,000
Auditors' remuneration	12,500	7,320

**4 Staff costs**

	1996 £	1995 £
Administrative expenses:		
Directors' remuneration	200,000	79,000
Wages and salaries	3,050	2,964
Social security costs	20,400	8,058

	1996 No.	1995 No.
The average weekly number of employees was	1	1

**5 Directors' emoluments**

	1996 £	1995 £
Details of directors' emoluments, excluding pension contributions, are:		
Chairman and highest paid director's emoluments	200,000	79,000

**6 Taxation**

	1996 £	1995 £
UK corporation tax on the profit for the year	106,352	230,394
Under/(over) provided in previous years	6,534	-

**Bandmodel Limited****NOTES TO THE ACCOUNTS****for the year ended 31st August 1996****7 Dividends**

	1996 £	1995 £
Interim dividends	260,000	510,000
	<u>260,000</u>	<u>510,000</u>

**8 Tangible fixed assets**

	Motor vehicles £	Office equipment and fittings £	Total £
<b>Cost</b>			
At 1st September 1995	9,000	2,200	11,200
Applicable to disposals	-	-	-
At 31st August 1996	<u>9,000</u>	<u>2,200</u>	<u>11,200</u>
<b>Depreciation</b>			
At 1st September 1995	2,625	591	3,216
Charge for the year	2,250	330	2,580
Released by disposals	-	-	-
At 31st August 1996	<u>4,875</u>	<u>921</u>	<u>5,796</u>
<b>Net book value</b>			
At 31st August 1996	<u>4,125</u>	<u>1,279</u>	<u>5,404</u>
At 31st August 1995	<u>6,375</u>	<u>1,609</u>	<u>7,984</u>

**9 Creditors: amounts falling due within one year**

	1996 £	1995 £
Bank loans and overdraft	-	19,379
Corporation tax	37,887	102,894
Advance corporation tax payable	65,000	-
Other taxation and social security costs	102,410	41,705
Other creditors	247,740	65,556
Accruals	83,750	52,353
	<u>536,787</u>	<u>281,887</u>

**Bandmodel Limited****NOTES TO THE ACCOUNTS****for the year ended 31st August 1996****10 Share capital**

	Authorised		Allotted, called up and fully paid	
	1996 Number	1995 Number	1996 £	1995 £
Ordinary shares of £1 each	100	100	100	100

**11 Reconciliation of movements in shareholders' funds**

	1996 £	1995 £
Profit for the financial year	278,179	510,110
Dividends	(260,000)	(510,000)
Opening shareholders' funds	18,179	110
Closing shareholders' funds	14,906	14,796