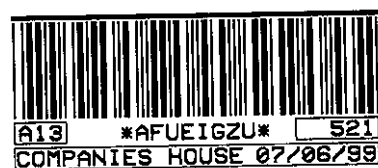


SEPTEMBER SONGS LIMITED  
ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1998

Company Number : 3087069



SEPTEMBER SONGS LIMITED

ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1998

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**SEPTEMBER SONGS LIMITED**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 1998**

1

The Directors submit their report and accounts for the year ended 31 December 1998.

**RESULTS AND DIVIDENDS**

The results for the year are set out on page 3.

The Directors do not recommend the payment of a final ordinary dividend.

**REVIEW OF THE BUSINESS**

The company's principal activity during the year was that of producing and publishing musical compositions.

The company is a wholly owned subsidiary of September Films Limited, a company incorporated in England and Wales.

The state of the company's affairs at 31 December 1998 is considered to be satisfactory.

**DIRECTORS AND THEIR INTERESTS**

The Directors at 31 December 1998 and their interests in the share capital of the company were as follows:-

	<u>Ordinary Shares</u>	
	<u>As at</u> <u>31 December 1998</u>	<u>As at</u> <u>31 December 1997</u>
	<u>No</u>	<u>No</u>
D I S Green	nil	nil
S Miles	nil	nil
	—	—

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**  
**IN RESPECT OF THE FINANCIAL STATEMENTS**

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 year. In preparing those financial statements, the Directors are required to:-

1. Select suitable accounting policies and then apply them consistently;
2. Make judgments and estimates that are reasonable and prudent;
3. Follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
4. Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

SEPTEMBER SONGS LIMITED  
DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 1998 (CONTINUED)

1A

STATEMENT OF DIRECTORS' RESPONSIBILITIES  
IN RESPECT OF THE FINANCIAL STATEMENTS (CONTINUED)

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 accounts 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

A Resolution to re-appoint Messrs Blackstone Franks Smith & Co will be put to the members at the Annual General Meeting.

By Order of the Board

.....*Glaire Day*.....E Day  
.....*2nd June '99*.....Date

Registered Office

Barbican House  
26-34 Old Street  
London EC1V 9HL

AUDITOR'S REPORT TO THE SHAREHOLDERS OF  
SEPTEMBER SONGS LIMITED  
ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1998

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We have audited the financial statements on pages 3 to 5 which have been prepared under the historical cost convention.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on pages 1 and 1A, 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 financial 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 an 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 judgments 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 the Company's affairs as at 31 December 1998 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.



BLACKSTONE FRANKS SMITH & CO  
REGISTERED AUDITOR

BERKELEY HOUSE  
AYLESBURY  
BUCKS

3 June 1999

CJAS/S538/jas

**SEPTEMBER SONGS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 1998**

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	<u>Notes</u>	<u>Year ended</u> <u>31 December 1998</u>	<u>Year ended</u> <u>31 December 1997</u>
		£	£
Turnover	2	9,365	1,010
<u>Less: direct costs</u>		-	(2,820)
		<hr/> 9,365	<hr/> (1,810)
<u>Less: other operating charges</u>		(459)	(362)
Profit/(loss) for the year before tax	3	<hr/> 8,906	<hr/> (2,172)
Taxation	4	(1,870)	-
Profit/(loss) for the year		<hr/> 7,036	<hr/> (2,172)
Losses brought forward		(4,465)	(2,293)
<u>Retained profit/(loss) carried forward</u>		<hr/> £2,571	<hr/> £(4,465)

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


The notes on pages 5 to 5B form part of these accounts

**SEPTEMBER SONGS LIMITED**  
**BALANCE SHEET AS AT 31 DECEMBER 1998**

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	Notes	As at 31 December 1998		As at 31 December 1997	
		£	£	£	£
<b><u>CURRENT ASSETS</u></b>					
Cash at bank		16,537		13,583	
<b><u>CURRENT LIABILITIES</u></b>					
Creditors: amounts falling due within one year	5	(13,965)		(18,047)	
<b><u>NET CURRENT ASSETS/ (LIABILITIES)</u></b>			2,572		(4,464)
<b><u>TOTAL ASSETS LESS CURRENT LIABILITIES</u></b>			£2,572		£(4,464)
<b><u>CAPITAL AND RESERVES</u></b>					
Called up share capital	6		1		1
Profit and loss account			2,571		(4,465)
<b><u>SHAREHOLDER'S FUNDS</u></b>	7		£2,572		£(4,464)

The notes on pages 5 to 5B form part of these accounts

..........D I S Green

.....2/6/99.....Date

**SEPTEMBER SONGS LIMITED**  
**NOTES TO AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 1998**

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1. **ACCOUNTING POLICIES**

(a) **Accounting Convention**

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report, and all of which are continuing.

The company has taken advantage of the exemption in Financial reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

(b) **Turnover**

Turnover comprises the value of royalties received and monies for library music during the year.

2. **TURNOVER**

The turnover and pre-tax profit/(loss) is attributable to the following activity all within the UK:-

	<b><u>Turnover</u></b>		<b><u>Pre-Tax Profit/(Loss)</u></b>	
	<b><u>1998</u></b>	<b><u>1997</u></b>	<b><u>1998</u></b>	<b><u>1997</u></b>
Producing and publishing musical compositions	£9,365	£1,010	£8,906	£(2,172)
	_____	_____	_____	_____

3. **PROFIT/(LOSS) FOR THE YEAR**

This is stated after charging or crediting:-

	<b><u>1998</u></b>	<b><u>1997</u></b>
Auditor's remuneration	£500	£500
	_____	_____

4. **TAXATION**

	<b><u>1998</u></b>	<b><u>1997</u></b>
Based on the profit for the year		
Corporation Tax payable at 21%	£1,870	£nil
	_____	_____



**SEPTEMBER SONGS LIMITED**  
**NOTES TO AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 1998 (CONTINUED)**

5A

5. **CREDITORS**

	<u>1998</u>	<u>1997</u>
	£	£
Amount owed to Holding Company	-	2,587
Payments received on account	10,095	14,460
Accruals	2,000	1,000
Corporation Tax	1,870	-
	<u>£13,965</u>	<u>£18,047</u>

6. **SHARE CAPITAL**

	<u>Authorised</u>		<u>Allotted, Called-Up and Fully Paid</u>	
	<u>1998</u>	<u>1997</u>	<u>1998</u>	<u>1997</u>
	<u>No</u>	<u>No</u>		
Ordinary shares of £1 each	100	100	£ 1	£ 1

7. **MOVEMENT ON SHAREHOLDER'S FUNDS**

	<u>1998</u>	<u>1997</u>
	£	£
Profit/(loss) for the year	7,036	(2,172)
Opening shareholder's funds	(4,464)	(2,292)
	<u>£2,572</u>	<u>£(4,464)</u>

8. **CONTINGENT LIABILITIES**

There were no contingent liabilities at 31 December 1998.

9. **CAPITAL COMMITMENTS**

There were no capital commitments at 31 December 1998.

SEPTEMBER SONGS LIMITED  
NOTES TO AND FORMING PART OF THE ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1998 (CONTINUED)

5B

10. RELATED PARTIES

The company is a wholly owned subsidiary of September Films Limited, a company incorporated in England and Wales.

At 31 December 1998 the company owed £nil (1997 £2,587) to September Films Limited.

The Directors, D I S Green, and S Miles are also Directors of:-

September Films Limited  
House of America Limited  
Freeway Productions Limited  
Revenge Productions Limited

September Songs Limited received £5,000 from September Films Limited for Library Music during the year.