

**CONDOMANIA PLC**  
**FINANCIAL STATEMENTS**

**31st MARCH 2007**

**Company Registration Number 03922312**

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**CONDOMANIA PLC**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31st MARCH 2007**

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**CONDOMANIA PLC**  
**OFFICERS AND PROFESSIONAL ADVISERS**

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<b>The board of directors</b>	D J Bretel FCMA F J French S Sukumaran G M Sutherland
<b>Company secretary</b>	D J Bretel FCMA
<b>Registered office</b>	Unit 1 Rivermead Pipers Way Thatcham Berkshire RG19 4EP
<b>Auditor</b>	James Cowper Chartered Accountants 3 Wesley Gate Queen's Road Reading RG1 4AP

**CONDOMANIA PLC**  
**THE DIRECTORS' REPORT**  
**YEAR ENDED 31st MARCH 2007**

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The directors present their report and the financial statements of the company for the year ended 31st March 2007

**PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company during the year was that of the sale of sexual health products

The turnover has remained relatively consistent compared to the prior year, but the company's sales targets have not been met and the directors are hoping for increased trading activity in future years

Turnover has increased from £320,175 in the previous year to £328,539 in the current period. The gross profit made by the company is £135,820 compared to £104,570 in 2006

The principal risks and uncertainty facing the company is the continuing reliance on long-established contracts, notably with the NHS and the armed forces, although the directors are attempting to mitigate this risk by diversifying its selling base

**Financial Key Performance Indicators**

	2007	2006
Turnover	328,539	320,175
Increase in turnover	2.6%	2.5%
Gross Profit	135,820	104,570

**Non-Financial Key Performance Indicators**

The company seeks to ensure that responsible business practice is fully integrated into the management of all its operations and into the culture of all parts of its business. It believes that the consistent adoption of responsible business practice is essential for operational excellence, which in turn is expected to ensure the delivery of its core objectives of sustained real growth in future profitability.

In a company this size the directors consider there are collectively numerous non-financial performance indicators but none individually are key.

The directors do not anticipate any material change in the nature of the company's operations in the foreseeable future.

**RESULTS AND DIVIDENDS**

The trading results for the year and the company's financial position at the end of the year are shown in the attached financial statements. The directors have not recommended a dividend.

**FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The company's principal financial instruments comprise bank balances, debt factoring, trade creditors, trade debtors, loans to the company by group undertakings and hire purchase agreements. The main purpose of these instruments is to raise funds for the company's operations and to finance the company's operations.

**CONDOMANIA PLC**  
**THE DIRECTORS' REPORT**  
**YEAR ENDED 31st MARCH 2007**

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Due to the nature of the financial instruments used by the company there is no exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is shown below

In respect of bank balances the liquidity risks are managed by maintaining a balance between the continuity of funding and flexibility through use of loans from group undertakings. The company makes use of money market facilities where funds are available

In respect of loans these comprise loans from group undertakings. The company manages the liquidity risk by ensuring there are sufficient funds to meet these payments. The directors are aware of the company's required finance and have determined that these will only be repaid, in whole or in part, when finance is available

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits

Trade creditors, debt factoring and hire purchase liquidity risk is managed by ensuring sufficient funds are available to meet amounts due

#### **DIRECTORS**

The directors who served the company during the year were as follows

D J Bretel FCMA  
F J French  
S Sukumaran  
G M Sutherland

None of the directors has an interest in the shares of the company

Other directors' interests in the share capital of the ultimate parent undertaking are disclosed in the directors' report of that company

#### **POLICY ON THE PAYMENT OF CREDITORS**

The company does not follow any specified code or standard on payment practice. However, it is the company's policy to negotiate terms with its suppliers and to ensure that they are aware of the terms of payment when business is agreed. Every effort is made to adhere to these terms and payment is made when it can be confirmed that goods and/or services have been provided in accordance with the relevant contract conditions

The creditor payment period of the company for the year was 147 days (2006 194 days)

#### **DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

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

# CONDOMANIA PLC

## THE DIRECTORS' REPORT

YEAR ENDED 31st MARCH 2007

In preparing those financial statements, the directors are required to

- select suitable accounting policies, as described on pages 9 to 12, 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, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business

The directors are responsible for keeping proper accounting records that 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. The directors 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.

In so far as the directors are aware

there is no relevant audit information of which the company's auditors are unaware, and


the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

### AUDITOR

Brebner Allen & Trapp resigned as auditors and James Cowper have been appointed by the directors.

A resolution to re-appoint James Cowper as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Signed on behalf of the directors



D J Bretel FCMA  
Director

Approved by the directors on 30th August 2007

# **CONDOMANIA PLC**

## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CONDOMANIA PLC**

**YEAR ENDED 31st MARCH 2007**

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We have audited the financial statements of Condomania PLC for the year ended 31st March 2007 on pages 7 to 19 which have been prepared on the basis of the accounting policies set out on pages 9 to 12

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, and whether the information given in the Directors' Report is consistent with the financial statements. We also report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **BASIS OF AUDIT OPINION**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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.

# CONDOMANIA PLC

## INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CONDOMANIA PLC *(continued)*

YEAR ENDED 31st MARCH 2007

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### OPINION

In our opinion

- The financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2007 and of its loss for the year then ended
- The financial statements have been properly prepared in accordance with the Companies Act 1985
- The information given in the Directors' Report is consistent with the financial statements year ended 31 March 2007

*James Cowper*

3 Wesley Gate  
Queen's Road  
Reading  
Berkshire  
RG1 4AP

JAMES COWPER  
Chartered Accountants  
& Registered Auditors

*30 August 2007*



**CONDOMANIA PLC**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31st MARCH 2007**

	Note	2007 £	2006 £
<b>TURNOVER</b>	<b>2</b>	<b>328,539</b>	320,175
Cost of sales		<u>192,719</u>	<u>215,605</u>
<b>GROSS PROFIT</b>		<b>135,820</b>	104,570
Distribution costs		<u>29,293</u>	29,250
Administrative expenses		<u>310,914</u>	394,332
Other operating income	<b>3</b>	<u>(2,823)</u>	<u>(30,413)</u>
<b>OPERATING LOSS</b>	<b>4</b>	<b>(205,640)</b>	(288,599)
Interest receivable	<b>7</b>	<u>266</u>	182
Interest payable and similar charges	<b>8</b>	<u>(6,483)</u>	(6,166)
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u><b>(207,781)</b></u>	<u>(294,583)</u>
Tax on loss on ordinary activities	<b>9</b>	—	—
<b>LOSS FOR THE FINANCIAL YEAR</b>		<u><b>(207,781)</b></u>	<u>(294,583)</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the  
year as set out above

The notes on pages 9 to 19 form part of these financial statements

# CONDOMANIA PLC

## BALANCE SHEET

31st MARCH 2007

	Note	2007 £	2006 £
<b>FIXED ASSETS</b>			
Intangible assets	10	81,730	87,838
Tangible assets	11	5,834	9,152
Investments	12	1,000	1,000
		<u>88,564</u>	<u>97,900</u>
<b>CURRENT ASSETS</b>			
Stocks	13	45,349	41,873
Debtors	14	82,390	78,634
Cash at bank and in hand		14,646	17,653
		<u>142,385</u>	<u>138,160</u>
<b>CREDITORS: Amounts falling due within one year</b>	15	<u>236,377</u>	<u>201,161</u>
<b>NET CURRENT LIABILITIES</b>		<u>(93,992)</u>	<u>(63,001)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(5,428)</u>	<u>34,989</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	16	<u>589,801</u>	<u>422,437</u>
		<u>(595,229)</u>	<u>(387,448)</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	20	2,666,781	2,666,781
Share premium account	21	23,000	23,000
Profit and loss account	22	(3,285,010)	(3,077,229)
<b>DEFICIT</b>	23	<u>(595,229)</u>	<u>(387,448)</u>

These financial statements were approved by the directors on the 30th August 2007 and are signed on their behalf by

  
D J Bretel FCMA  
Director

The notes on pages 9 to 19 form part of these financial statements.

# **CONDOMANIA PLC**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31st MARCH 2007**

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### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention

#### **Going Concern**

At the balance sheet date the company had a deficit of funds of £595,229, including net current liabilities of £93,992, having incurred a loss for the year of £207,781. Further losses to the end of July are estimated to be approximately £30,000.

The deficit of funds continues to be funded by long-term debt in the form of group debt, and net current liabilities by a combination of trade credit and a factoring facility.

Detailed forecasts have been prepared and approved by the directors for each company in the group who believe that they are prudent and readily achievable.

The directors have considered cash flow and funding requirements on a group basis.

Long term funding in the form of loan notes and directors' loans continues in place for the group.

On the basis of the above the directors consider it appropriate that the company continues in business and that the accounts should be prepared on the going concern basis.

#### **Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements, on the grounds that a cash flow statement is included in the accounts of the parent company, Sexual Health Group PLC.

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

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### 1. ACCOUNTING POLICIES *(continued)*

#### **Turnover**

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

#### **Goodwill**

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

#### **Amortisation**

Amortisation 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:

Goodwill is written off over its estimated useful life of twenty years.

#### **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:

Plant & Machinery	- 25% on reducing balance
Fixtures & Fittings	- 25% on reducing balance
Equipment	- 33% on cost

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### **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.

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

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### 1. ACCOUNTING POLICIES *(continued)*

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### **Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

### 1. ACCOUNTING POLICIES *(continued)*

#### Consolidation policy

The company has taken advantage of section 228 of the Companies Act 1985 not to prepare consolidated accounts. Consolidated accounts are prepared by Sexual Health Group PLC, which owns 100% of the share capital of Condomania PLC. The accounts therefore include information about the company and not the group.

### 2. TURNOVER

The turnover and loss before tax are attributable to the one principal activity of the company. An analysis of turnover is given below.

	2007 £	2006 £
United Kingdom	<u>328,539</u>	<u>320,175</u>

### 3. OTHER OPERATING INCOME

	2007 £	2006 £
Rent receivable	2,823	413
Management charges receivable	-	30,000
	<u>2,822</u>	<u>30,413</u>

### 4. OPERATING LOSS

Operating loss is stated after charging

	2007 £	2006 £
Amortisation	6,108	6,108
Depreciation of owned fixed assets	2,097	2,829
Depreciation of assets held under hire purchase agreements	1,221	2,210
Loss on disposal of fixed assets	-	7,395
Auditor's remuneration		
- as auditor	2,000	6,000
Operating lease costs		
Other	-	32,094
Net (gain)loss on foreign currency translation	<u>(1,382)</u>	<u>2,991</u>

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

### 5. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to

	2007	2006
	No	No
Number of administrative staff	3	5
Number of management staff	2	2
	<u>5</u>	<u>7</u>

The aggregate payroll costs of the above were

	2007	2006
	£	£
Wages and salaries	178,876	211,767
Social security costs	13,507	18,195
Other pension costs	500	500
	<u>192,883</u>	<u>230,462</u>

### 6. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were

	2007	2006
	£	£
Emoluments receivable	<u>123,889</u>	<u>129,454</u>

### 7. INTEREST RECEIVABLE

	2007	2006
	£	£
Bank interest receivable	<u>266</u>	<u>182</u>

### 8. INTEREST PAYABLE AND SIMILAR CHARGES

	2007	2006
	£	£
Interest payable on bank borrowing	3	28
Finance charges	4,076	2,526
Other interest	377	2,917
Factoring interest	2,027	605
	<u>6,483</u>	<u>6,166</u>

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

### 9. TAXATION ON ORDINARY ACTIVITIES

#### Factors affecting current tax charge

The tax assessed on the loss on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 30% (2006 - 19%)

	2007 £	2007 £
Loss on ordinary activities before taxation	<u>(207,781)</u>	<u>(294,583)</u>
Profit/(loss) on ordinary activities @ 30%/ 19%	(62,334)	(55,971)
Effects of		
Disallowable expenses	1,851	1,447
Capital allowances in excess of depreciation	121	(1,523)
Tax losses carried forward	28,742	56,047
Other short term timing differences	9,001	
Group relief surrendered	<u>22,619</u>	
Total current tax	<u>-</u>	<u>-</u>

#### Factors that may affect future tax charges

The company has corporation tax losses of £689,685 to carry forward against future profits

### 10. INTANGIBLE FIXED ASSETS

#### Purchased Goodwill

	£
<b>COST</b>	
At 1st April 2006 and 31st March 2007	<u>122,288</u>
<b>AMORTISATION</b>	
At 1st April 2006	34,450
Charge for the year	6,108
At 31st March 2007	<u>40,558</u>
<b>NET BOOK VALUE</b>	
At 31st March 2007	<u>81,730</u>
At 31st March 2006	<u>87,838</u>



# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

### 11. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Equipment £	Total £
<b>COST</b>					
At 1 April 2006	9,936	2,654	—	7,263	19,853
Additions	—	—	—	—	—
Disposals	—	—	—	—	—
<b>At 31 March 2007</b>	<b>9,936</b>	<b>2,654</b>	<b>—</b>	<b>7,263</b>	<b>19,853</b>
<b>DEPRECIATION</b>					
At 1 April 2006	2,995	1,816	—	5,890	10,701
Charge for the year	1,735	210	—	1,373	3,318
<b>At 31 March 2007</b>	<b>4,730</b>	<b>2,026</b>	<b>—</b>	<b>7,263</b>	<b>14,019</b>
<b>NET BOOK VALUE</b>					
<b>At 31 March 2007</b>	<b>5,206</b>	<b>628</b>	<b>—</b>	<b>—</b>	<b>5,834</b>
At 31 March 2006	6,941	838	—	1,373	9,152

#### Hire purchase agreements

Included within the net book value of £5,834 is £5,090 (2006 - £6,311) 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 £1,221 (2006 - £2,210).

### 12. INVESTMENTS

#### Subsidiary Undertakings

	£
<b>COST</b>	
At 1st April 2006 and 31st March 2007	<b>1,000</b>
<b>NET BOOK VALUE</b>	
<b>At 31st March 2007</b>	<b>1,000</b>
At 31st March 2007	1,000

The company owns 100% of the share capital of Condomania (UK) Limited and Sexual Health Company Limited, both of which are registered in England and Wales. Neither company traded in the year. Total capital and reserves on 31 March 2007 of Condomania (UK) Limited were £(24,931) (2006 £24,931) and of Sexual Health Company Limited were £1 (2006 £1).

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

### 13. STOCKS

	2007	2006
	£	£
Goods for resale	<u>45,349</u>	<u>41,873</u>

### 14. DEBTORS

	2007	2007
	£	£
Trade debtors	75,505	71,057
Other debtors	6,885	6,885
Prepayments and accrued income	-	692
	<u>82,390</u>	<u>78,634</u>

### 15. CREDITORS: Amounts falling due within one year

	2007	2006
	£	£
Trade creditors	128,468	114,137
Amounts owed to group undertakings	-	-
Other taxation and social security	7,809	19,896
Hire purchase agreements	1,607	1,435
Other creditors	46,492	39,943
Accruals and deferred income	52,001	25,750
	<u>236,377</u>	<u>201,161</u>

Included within "other creditors" is an amount of £46,488 (2006 £35,184) relating to the factoring of trade debts. The factoring agreement is secured by a fixed charge over book debts and a floating charge over the assets and undertakings of the company.

### 16. CREDITORS: Amounts falling due after more than one year

	2007	2006
	£	£
Amounts owed to group undertakings	586,318	416,897
Hire purchase agreements	3,483	5,540
Other creditors	-	-
	<u>589,801</u>	<u>422,437</u>

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

### 17. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	2007 £	2007 £
Amounts payable within 1 year	1,607	1,435
Amounts payable between 2 to 5 years	3,483	5,540
	<u>5,090</u>	<u>6,975</u>

The commitments under hire purchase agreements are secured on the assets involved

### 18. COMMITMENTS UNDER OPERATING LEASES

At 31st March 2007 the company had annual commitments under non-cancellable operating leases as set out below

	2007		2006	
	Land & Buildings £	Other Items £	Land & Buildings £	Other Items £
Operating leases which expire				
Within 2 to 5 years	-	-	-	4,320
After more than 5 years	-	-	30,185	-
	<u>-</u>	<u>-</u>	<u>30,185</u>	<u>4,320</u>

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

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### 19. RELATED PARTY TRANSACTIONS

#### Control

Control of the company vests with the parent undertaking as disclosed in note 24 Ultimate control vests with G M Sutherland, director

#### Related Party Transactions

During the year consultancy fees of £15,203 (2006 £16,954) were paid to the John French Consultancy in respect of F J French's services F J French is a director and shareholder These are included in directors' emoluments

In accordance with FRS 8, exemption is taken not to disclose transactions in the year between group undertakings where 90% or more of the voting rights are controlled within the group and the consolidated financial statements in which Condomania PLC is included are publicly available

### 20. SHARE CAPITAL

#### Authorised share capital:

	2007 £	2006 £
100,000,000 Ordinary shares of £0 10 each	<u>10,000,000</u>	<u>10,000,000</u>

#### Allotted, called up and fully paid:

	2007		2007	
	No	£	No	£
Ordinary shares of £0 10 each	<u>26,667,810</u>	<u>2,666,781</u>	<u>26,667,810</u>	<u>2,666,781</u>

### 21. SHARE PREMIUM ACCOUNT

There was no movement on the share premium account during the financial year

# CONDOMANIA PLC

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2007

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### 22. PROFIT AND LOSS ACCOUNT

	2007	2006
	£	£
Balance brought forward	(3,077,229)	(2,782,646)
Loss for the financial year	(207,781)	(294,583)
Balance carried forward	<u>(3,285,010)</u>	<u>(3,077,229)</u>

### 23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007	2006
	£	£
Loss for the financial year	(207,781)	(294,583)
Opening shareholders' (deficit)/funds	(387,448)	(92,865)
Closing shareholders' deficit	<u>(595,229)</u>	<u>(387,448)</u>

### 24. ULTIMATE PARENT COMPANY

The directors consider the immediate and ultimate parent undertaking to be Sexual Health Group PLC, a company registered in England and Wales. Group accounts are publicly available from Unit 1 Rivermead, Pipers Way, Thatcham, Berkshire, RG19 4EP