

Registrar

Company Registration No. 04719868 (England and Wales)

DEVON DIARY LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 MARCH 2004



LDS
COMPANIES HOUSE

LSW2P2BD

0336
28/01/05

DEVON DIARY LIMITED

COMPANY INFORMATION

Directors Sir Ray Tindle CBE., DL, FCIS
C.R.G. Christmas FCA
B.G. Doel
W.D. Craig

Secretary C.R.G. Christmas FCA

Company number 04719868

Registered office Bethune House
88 West Street
Farnham
Surrey
GU9 7EP

Auditors RSM Robson Rhodes LLP
186 City Road
London
EC1V 2NU

Bankers Lloyds TSB Bank plc
147 High Street
Guildford
Surrey
GU1 3AG

Solicitors TWM Solicitors LLP
128 High Street
Guildford
Surrey
GU1 3HH

DEVON DIARY LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 10

DEVON DIARY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2004

The directors present their report and financial statements for the year ended 31 March 2004.

Principal activities and review of the business

The principal activity of the company is that of newspaper publishers.

The company was incorporated on 1st April 2003. The company's shares were acquired by the Tindle Newspaper Group on 1st May 2003 and the company commenced trading on that date.

The directors draw attention to the fact that the company would be insolvent but for the continuing support of the parent and fellow subsidiary undertakings.

Results and dividends

The results for the year are set out on page 4.

The directors do not recommend payment of an ordinary dividend.

Directors

The following directors have held office during the year:

Sir Ray Tindle CBE, DL, FCIS	(Appointed 27 August 2003)
T. Pope	(Appointed 1 April 2003 and resigned 31 May 2003)
T.E.A. McGowran	(Appointed 11 June 2003 and resigned 5 September 2003)
R.K. West	(Appointed 12 May 2003, deceased 11 November 2003)
C.R.G. Christmas FCA	(Appointed 11 June 2003)
B.G. Doel	(Appointed 28 November 2003)
W.D. Craig	(Appointed 26 February 2004)

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 March 2004	1 April 2003
Sir Ray Tindle CBE, DL, FCIS	-	-
C.R.G. Christmas FCA	-	-
B.G. Doel	-	-
W.D. Craig	-	-

The interest of Sir Ray Tindle in the shares of the parent company is disclosed in that company's financial statements.

Auditors

RSM Robson Rhodes LLP were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

DEVON DIARY LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

Directors' responsibilities

Company law in the United Kingdom 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 these financial statements, the directors have:

- selected suitable accounting policies and then applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- followed applicable United Kingdom accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepared 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.

The directors' report and other information included on the Annual Report is prepared in accordance with company law in the United Kingdom.

On behalf of the board



.....
C.R.G. Christmas FCA

Director

.....17.1.05.....

DEVON DIARY LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF DEVON DIARY LIMITED

We have audited the financial statements on pages 4 to 10.

This report is made solely to the company's shareholders, 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 shareholders those matters that 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if 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 transactions with the company 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 United Kingdom 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 the company's affairs as at 31 March 2004 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

RSM Robson Rhodes LLP

RSM Robson Rhodes LLP

Chartered Accountants
Registered Auditor

27 January 05

186 City Road
London
EC1V 2NU

DEVON DIARY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2004

	Notes	2004 £
Turnover	2	50,286
Cost of sales		(35,139)
Gross profit		<u>15,147</u>
Distribution costs		(2,850)
Administrative expenses		(39,141)
Loss on ordinary activities before taxation	3	<u>(26,844)</u>
Tax on loss on ordinary activities	4	<u>8,000</u>
Loss on ordinary activities after taxation	9	<u><u>(18,844)</u></u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

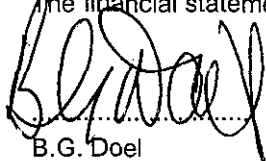
There are no recognised gains and losses other than those passing through the profit and loss account.

DEVON DIARY LIMITED

BALANCE SHEET AS AT 31 MARCH 2004

	Notes	2004 £	£
Fixed assets			
Tangible assets	5		817
Current assets			
Debtors	6	19,497	
Cash at bank and in hand		2,660	
		<u>22,157</u>	
Creditors: amounts falling due within one year	7	<u>(41,816)</u>	
Net current liabilities			<u>(19,659)</u>
Total assets less current liabilities			<u>(18,842)</u>
Capital and reserves			
Called up share capital	8		2
Profit and loss account - deficit	9		<u>(18,844)</u>
Shareholders' deficit - equity interests	10		<u>(18,842)</u>

The financial statements were approved by the Board on 17.1.05



B.G. Doel

Director

DEVON DIARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the applicable accounting standards.

The financial statements have also been prepared on a going concern basis which assumes the continuing support of the parent and fellow group undertakings.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	20% Straight line
--------------------------------	-------------------

The charge for depreciation commences in the month following the month of acquisition.

1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Deferred taxation

The payment of taxation is deferred or accelerated because of timing differences between the treatment of certain items for accounting and taxation purposes. Full provision for deferred taxation is made under the liability method, without discounting, on all material timing differences that have arisen but not reversed by the balance sheet date, unless such provision is not permitted by FRS 19. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating loss	2004
	£
Operating loss is stated after charging:	
Depreciation of tangible assets	183
Operating lease rentals	
- Land and buildings	2,557
Auditors' remuneration	500
	<hr/>

DEVON DIARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

4	Taxation	2004
		£
	Domestic current year tax	
	Receipt in respect of group relief	(8,000)
		<hr/>
	Current tax credit	(8,000)
		<hr/>
	Factors affecting the tax credit for the year	
	Loss on ordinary activities before taxation	(26,844)
		<hr/>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00%	(8,053)
		<hr/>
	<i>Effects of:</i>	
	Depreciation added back	55
	Capital allowances	(75)
	Other tax adjustments	73
		<hr/>
		53
		<hr/>
	Current tax credit	(8,000)
		<hr/>
5	Tangible fixed assets	
		Fixtures, fittings & equipment
		£
	Cost	
	At 1 April 2003	-
	Additions	1,000
		<hr/>
	At 31 March 2004	1,000
		<hr/>
	Depreciation	
	At 1 April 2003	-
	Charge for the year	183
		<hr/>
	At 31 March 2004	183
		<hr/>
	Net book value	
	At 31 March 2004	817
		<hr/>

DEVON DIARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

6 Debtors	2004
	£
Trade debtors	7,832
Corporation tax	8,000
Prepayments and accrued income	3,665
	<u>19,497</u>
7 Creditors: amounts falling due within one year	2004
	£
Bank loans and overdrafts	2,526
Trade creditors	13,981
Amounts owed to parent and fellow subsidiary undertakings	21,011
Taxes and social security costs	1,808
Accruals and deferred income	2,490
	<u>41,816</u>
8 Share capital	2004
	£
Authorised	
2 Ordinary shares of £1 each	<u>2</u>
Allotted, called up and fully paid	
2 Ordinary shares of £1 each	<u>2</u>
9 Statement of movements on profit and loss account	Profit and loss account £
Retained loss for the year	<u>(18,844)</u>

DEVON DIARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2004

10 Reconciliation of movements in shareholders' funds	2004
	£
Loss for the financial year	(18,844)
Proceeds from issue of shares	2
	<hr/>
Net depletion in shareholders' funds	(18,842)
Opening shareholders' funds	-
	<hr/>
Closing shareholders' funds - deficit	(18,842)
	<hr/>

11 Financial commitments

At 31 March 2004 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings
	2004
	£
Expiry date:	
Within one year	2,340
	<hr/>

12 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2004
	Number
Management and administration	4
	<hr/>

Directors' remuneration is borne by another group undertaking.

13 Control

The parent company is Tindle Newspapers Limited, a company registered in England and Wales.

Tindle Newspapers Limited prepares group financial statements, copies of which can be obtained from the Registrar of Companies, Companies House, Crown Way, Maindy, Cardiff, CF4 3UZ.

The ultimate parent company is Tindle Press Holdings Limited and the ultimate controlling party of that company is Sir Ray Tindle by virtue of his 100% interest, direct and indirect, in the ordinary shares of that company.

DEVON DIARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) ***FOR THE YEAR ENDED 31 MARCH 2004***

14 Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the parent company.