

Company Registration No. 4918516 (England and Wales)

**KENTARO LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31 OCTOBER 2004**

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# KENTARO LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	Kalle Sauerland (Appointed 1 October 2003) Philipp Grothe (Appointed 1 October 2003)
<b>Secretary</b>	Wigmore Secretaries Limited
<b>Company number</b>	4918516
<b>Registered office</b>	45/47 Marylebone Lane London W1U 2NT

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# KENTARO LIMITED

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# KENTARO LIMITED

## DIRECTORS' REPORT FOR THE PERIOD ENDED 31 OCTOBER 2004

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The directors present their report and financial statements for the period ended 31 October 2004.

### Principal activities

The company was incorporated on 1 October 2003 and started trading on 14 April 2004. The principal activity of the company is that of acquisition and sale of TV rights for sporting events.

### Directors

The following directors have held office since 1 October 2003:

Instant Companies Limited	(Appointed 1 October 2003 and resigned 1 October 2003)
Kalle Sauerland	(Appointed 1 October 2003)
Philipp Grothe	(Appointed 1 October 2003)

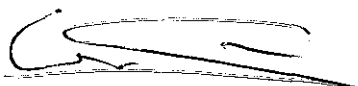
### Directors' interests

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

	Ordinary Shares of £ 1 each	
	31 October 2004	1 October 2003
Kalle Sauerland	-	-
Philipp Grothe	-	-

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



.....  
Kalle Sauerland

Director

..... 19.05.05

# KENTARO LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 OCTOBER 2004

		Period ended 31 October 2004 £
	Notes	
Turnover		503,027
Cost of sales		(389,610)
Gross profit		113,417
Administrative expenses		(190,597)
Operating loss	2	(77,180)
Other interest receivable and similar income		183
Interest payable and similar charges		(55)
Loss on ordinary activities before taxation		(77,052)
Tax on loss on ordinary activities	3	-
Loss on ordinary activities after taxation	7	(77,052)

# KENTARO LIMITED

## BALANCE SHEET AS AT 31 OCTOBER 2004

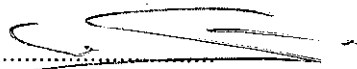
	Notes	2004 £	£
<b>Current assets</b>			
Debtors	4	266,077	
Cash at bank and in hand		399	
		<u>266,476</u>	
<b>Creditors: amounts falling due within one year</b>	5	(343,527)	
		<u></u>	
<b>Total assets less current liabilities</b>			<u>(77,051)</u>
<b>Capital and reserves</b>			
Called up share capital	6		1
Profit and loss account	7		<u>(77,052)</u>
<b>Shareholders' funds</b>			<u>(77,051)</u>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 19/05/2005

  
Kalle Sauerland  
Director

# KENTARO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 OCTOBER 2004

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements have been prepared on a going concern basis. The company has obtained undertakings from its shareholders that they will continue to support the company for the foreseeable future and meet all third party liabilities as they fall due. Given this undertaking, the directors consider it appropriate to adopt a going concern basis in preparing the financial statements.

#### 1.2 Turnover

Turnover represents income wholly derived from the company's principal activity.

#### 1.3 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

<b>2 Operating loss</b>	<b>2004</b>
	<b>£</b>
Operating loss is stated after charging:	
Directors' emoluments	76,000

### 3 Taxation

Current tax charge	-
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On the basis of these financial statements no provision has been made for corporation tax.

<b>4 Debtors</b>	<b>2004</b>
	<b>£</b>
Trade debtors	263,257
Other debtors	2,820
	266,077

# KENTARO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2004

<b>5</b>	<b>Creditors: amounts falling due within one year</b>	<b>2004</b>
		<b>£</b>
	Trade creditors	299,524
	Taxes and social security costs	11,634
	Other creditors	29,989
	Accruals and deferred income	2,380
		<u>343,527</u>
<b>6</b>	<b>Share capital</b>	<b>2004</b>
		<b>£</b>
	<b>Authorised</b>	
	100,000 Ordinary Shares of £1 each	<u>100,000</u>
	<b>Allotted, called up and fully paid</b>	
	1 Ordinary Shares of £1 each	<u>1</u>

On 19 January 2005, 999 ordinary shares of £1 each were allotted and fully paid at par for cash consideration to provide additional working capital. The new shares rank parri passu with the existing shares.

<b>7</b>	<b>Statement of movements on profit and loss account</b>	<b>Profit and loss account £</b>
	Retained loss for the period	<u>(77,052)</u>

### 8 Control

The ultimate parent company is Kentaro AG, a company registered in Switzerland.

Kentaro AG prepares group financial statements and copies can be obtained from - Seedammstrasse 3, CH-8808 Pfaffikon, Switzerland.



# KENTARO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2004

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### 9 Related party transactions

The ultimate controlling party is Kentaro AG. The following transactions took place during the year between Kentaro Limited and Kentaro AG:

- a) Sales amounting to £ 101,277 as per the service agreement between Kentaro Limited and Kentaro AG.
- b) Purchases amounting to £ 290,940 by Kentaro Limited from Kentaro AG.

### 10 Post balance sheet events

There was 999 ordinary shares of £1 each issued to Kentaro AG on 19 January 2005.

# KENTARO LIMITED

## DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 OCTOBER 2004

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		Period ended 31 October 2004
	£	£
<b>Turnover</b>		
Sales		503,027
<b>Cost of sales</b>		
Purchases	389,610	
		<u>(389,610)</u>
<b>Gross profit</b>		113,417
<b>Administrative expenses</b>		<u>(190,597)</u>
<b>Operating loss</b>		(77,180)
<b>Other interest receivable and similar income</b>		
Bank interest received		183
<b>Interest payable</b>		
Bank interest paid		<u>(55)</u>
<b>Loss before taxation</b>		<u><u>(77,052)</u></u>

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# KENTARO LIMITED

## SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE PERIOD ENDED 31 OCTOBER 2004

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	Period ended 31 October 2004 £
<b>Administrative expenses</b>	
Wages and salaries (excl. N.I.)	6,000
Directors' remuneration	76,000
Employer's N.I. contributions	8,660
Rent	21,999
Telephone	14,156
Travelling expenses	56,100
Legal and professional fees	2,050
Bank charges	334
Formation cost	900
(Profit)/loss on foreign currency translation	337
Other administration expenses	3,018
Subscriptions	1,043
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	190,597
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