

ARTHUR  
ANDERSEN

ARTHUR ANDERSEN & CO, SC

## S.A.T.V. Publishing Limited

Accounts 30 June 1994

together with directors' and auditors' reports

Registered number: 1085975



## Directors' report

For the year ended 30 June 1994

The directors present their annual report on the affairs of the company, together with the accounts and auditors' report, for the year ended 30 June 1994.

### Principal activity

The principal activity of the company continues to be the collection of royalties on music copyrights.

### Results and dividends

	1994 £	1993 £
Retained profit, beginning of year	175,965	156,303
Retained profit for the year	<u>42,822</u>	<u>19,662</u>
Retained profit, end of year	<u>218,787</u>	<u>175,965</u>

The directors do not recommend the payment of a dividend (1993 - £nil).

### Directors and their interests

The present directors of the company and others who served during the year are as follows:

R.J. Brooke

D. Chance (appointed 2 February 1995)

S.H. Chisholm (appointed 2 February 1995)

G.D. Davey (resigned 25 March 1994)

C.K. Mackenzie (appointed 25 March 1994)

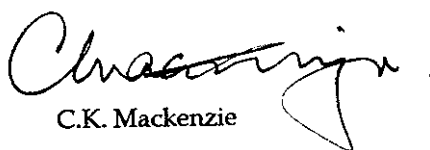
As at 30 June 1994, none of the directors had any beneficial interest in the shares of the company or of any other company within the British Sky Broadcasting Group plc ("BSkyB") group ("the group").

### Auditors

The company passed an Elective Resolution on 25 March 1994 to dispense with the annual reappointment of the auditors.

6 Centaurs Business Park  
Grant Way  
Isleworth  
Middlesex  
TW7 5QD

By order of the Board,

  
C.K. Mackenzie  
Secretary

24 April 1995

## Directors' responsibilities

Company law requires the directors to prepare accounts 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 the year. In preparing the accounts, the directors are required:

- to select suitable accounting policies and then apply them consistently;
- to make judgments and estimates that are reasonable and prudent;
- to state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- to 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 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.

The directors confirm that these accounts comply with these requirements.

## Auditors' responsibilities

Company law requires the auditors to form an independent opinion on the accounts presented by the directors based on their audit and to report their opinion to the shareholders. The Companies Act 1985 also requires auditors to report to the shareholders if the following requirements are not met:

- that the company has maintained proper accounting records and that proper returns adequate for the audit have been received from branches not visited by them;
- that the accounts are in agreement with the accounting records and returns;
- that directors' emoluments and other transactions with directors are properly disclosed in the accounts; and
- that the auditors have obtained all the information and explanations which, to the best of their knowledge and belief, are necessary for the purposes of their audit.

Additionally, the Companies Act 1985 requires the auditors to report to the shareholders if the matters contained in the report of the directors are inconsistent with the accounts.

# ARTHUR ANDERSEN

## Auditors' report

London

To the Members of S.A.T.V. Publishing Limited:

We have audited the accounts on pages 4 to 8 which have been prepared under the historical cost convention and in accordance with the accounting policies set out on page 6.

### Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of the accounts and it is our responsibility to form an independent opinion, based on our audit, on those accounts 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 examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

### Opinion

In our opinion the accounts give a true and fair view of the company's state of affairs as at 30 June 1994 and of the profit of the company for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Arthur Andersen  
Chartered Accountants and Registered Auditors

1 Surrey Street  
London  
WC2R 2PS

24 April 1995

## Profit and loss account

For the year ended 30 June 1994

	Notes	1994 £	1993 £
Turnover	1b	53,007	34,454
Operating expenses	1c	(10,185)	(14,792)
Profit on ordinary activities before taxation	2	42,822	19,662
Taxation on profit on ordinary activities	1d	-	-
Retained profit for the year		42,822	19,662
Retained profit, beginning of year		175,965	156,303
Retained profit, end of year	7	218,787	175,965

The accompanying notes are an integral part of this profit and loss account.

## Statement of total recognised gains and losses

For the year ended 30 June 1994

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

# Balance sheet

30 June 1994

	Notes	1994 £	1993 £
<b>Current assets</b>			
Debtors	3	144,887	155,042
Cash at bank and in hand	4	82,202	29,225
		<u>227,089</u>	<u>184,267</u>
Creditors: Amounts falling due within one year	5	(8,202)	(8,202)
Net assets		<u>218,887</u>	<u>176,065</u>
<b>Capital and reserves</b>			
Called-up share capital	6	100	100
Profit and loss account	7	218,787	175,965
		<u>218,887</u>	<u>176,065</u>

Signed on behalf of the Board

R. Brooke



Director

24 April 1995

The accompanying notes are an integral part of this balance sheet.

## Notes to accounts

30 June 1994

### 1 Accounting policies

A summary of the principal accounting policies, all of which have been applied consistently throughout the year and the preceding year, is set out below.

#### *a) Basis of accounting*

The accounts have been prepared under the historical cost convention and in accordance with applicable financial reporting and accounting standards.

Under the provisions of Financial Reporting Standard Number 1, the company has not presented a cash flow statement because its ultimate parent company, BSkyB, has prepared consolidated accounts which include the results of the company for the year and for the preceding year and which contain a cash flow statement.

#### *b) Turnover*

Turnover comprises the value of royalties collected in the normal course of business. Royalties are recognised when they are received.

#### *c) Operating expenses*

Operating expenses represent expenses incurred collecting royalties, together with any amounts due to third parties in respect of those royalties.

#### *d) Taxation*

Corporation tax payable is provided on taxable profits at the current rate.

No provision is made in the current year because tax losses will be surrendered by fellow group undertakings for no consideration.

### 2 Profit on ordinary activities before taxation

Auditors' remuneration is borne by the ultimate parent company.

The directors did not receive any remuneration during the year for their services as directors of the company.

There are no staff costs as the company has no employees. Services are provided by employees of other companies within the British Sky Broadcasting group, with no charge being made for their services.

## Notes to accounts (continued)

### 3 Debtors

The following amounts are included in debtors, all amounts falling due within one year:

	1994 £	1993 £
Amounts owed by parent company	<u>144,887</u>	<u>155,042</u>

No interest is receivable on amounts owed by the parent company.

### 4 Cash at bank and in hand

In accordance with the terms of the group's arrangements with Midland Bank, this cash at bank balance is set off against borrowings elsewhere within the group and so is not available for any other purpose. No interest is receivable from other group undertakings in respect of these arrangements.

### 5 Creditors: Amounts falling due within one year

The following amounts are included in creditors falling due within one year:

	1994 £	1993 £
Accruals	<u>8,202</u>	<u>8,202</u>

### 6 Called-up share capital

	1994 £	1993 £
<i>Authorised, issued and fully-paid</i>		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

### 7 Reconciliation of movement on shareholders' funds

	Share capital £	Profit and loss account £	Total shareholders' funds £
Beginning of year	100	175,965	176,065
Profit for the year	-	42,822	42,822
End of year	<u>100</u>	<u>218,787</u>	<u>218,887</u>



## Notes to accounts (continued)

### 8 Ultimate parent company

The company is a subsidiary undertaking of Sky Television Ltd, a company registered in England and Wales.

The only group in which the results of the company are consolidated is that headed by British Sky Broadcasting Group plc, registered in England and Wales, whose principal place of business is at 6 Centaurs Business Park, Grant Way, Isleworth, Middlesex TW7 5QD. The consolidated accounts of this group are available to the public and may be obtained from this address.