

Registration No: 1213301

TROJAN RECORDINGS LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 1990

TROJAN RECORDINGS LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 1990

CONTENTS

	Page
COMPANY INFORMATION	1
REPORT OF THE DIRECTORS	2
REPORT OF THE AUDITORS	3
PROFIT AND LOSS ACCOUNT	4
BALANCE SHEET	5
STATEMENT OF SOURCE AND APPLICATION OF FUNDS	6
NOTES TO THE FINANCIAL STATEMENTS	7-8
FOR THE INFORMATION OF THE DIRECTORS ONLY - TRADING, PROFIT AND LOSS ACCOUNT	9

TROJAN RECORDINGS LIMITED

COMPANY INFORMATION

DIRECTORS:

COLIN NEWMAN
FENG-TAK CHIN
FRANK LEA

SECRETARY:

FENG-TAK CHIN

REGISTERED OFFICE:

TWYMAN HOUSE
31-39 CAMDEN ROAD
LONDON NW1 9LF

AUDITORS:

LEWIS A ALLEN & COMPANY
CERTIFIED ACCOUNTANTS
KEBBELL HOUSE
CARPENDERS PARK
WATFORD

TROJAN RECORDINGS LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements of the company for the year ended 31 December 1990.

PRINCIPAL ACTIVITIES

The principal activities of the company are licensing, exploiting and marketing of master recordings.

REVIEW OF THE BUSINESS

The directors are pleased with the company's result for the year and look forward to expanding the company's activities.

DIVIDEND

The directors do not recommend the payment of a dividend.

DIRECTORS

The directors who served during the year and the interests in the ordinary shares of the company of those serving at the beginning and end of the year were as follows:-

COLIN NEWMAN	1
FENG-TAK CHIN	-
FRANK LEA	-

AUDITORS

Lewis A Allen & Company, Certified Accountants, have expressed their willingness to continue in office and a resolution for their reappointment will be proposed at the forthcoming annual general meeting.

BY ORDER OF THE BOARD

FENG-TAK CHIN

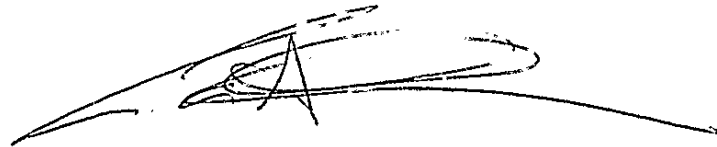
SECRETARY

22 November 1991

REPORT OF THE AUDITORS TO THE MEMBERS OF
TROJAN RECORDINGS LIMITED

We have audited the financial statements on pages 4 to 8 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 December 1990 and of its profit and source and application of funds for the year ended on that date and have been properly prepared in accordance with the Companies Act 1985.



LEWIS A ALLEN & COMPANY

CERTIFIED ACCOUNTANTS

Kebbell House
Carpenders Park
Watford

22 November 1991

TROJAN RECORDINGS LIMITED
 PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED 31 DECEMBER 1990

	Note	1990 £	1989 £
TURNOVER	2	333,950	275,227
OPERATING EXPENSES		<u>216,956</u>	<u>206,917</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	116,994	68,310
TAX ON PROFIT ON ORDINARY ACTIVITIES	4	<u>40,322</u>	<u>23,954</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		76,672	44,356
RETAINED PROFIT BROUGHT FORWARD		<u>27,502</u>	<u>(16,854)</u>
RETAINED PROFIT CARRIED FORWARD		<u>104,174</u>	<u>27,502</u>

TROJAN RECORDINGS LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 1990

	Note	£	1990 £	£	1989 £
FIXED ASSETS					
Intangible assets	5		1		1
CURRENT ASSETS					
Debtors	6	186,741		134,7	
Cash at bank		10,962		-	
			197,703		134,724
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
	7	92,180		105,873	
NET CURRENT ASSETS					
			105,523		28,851
TOTAL ASSETS LESS CURRENT LIABILITIES					
			105,524		28,852
CAPITAL AND RESERVES					
Called up share capital	8		1,350		1,350
Profit and loss account			104,174		27,502
			105,524		28,852

COLIN NEWMAN

FENG-TAK CHIN

22 November 1991

) DIRECTORS

TROJAN RECORDINGS LIMITED
STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED 31 DECEMBER 1990

	1990 £	1989 £
SOURCE OF FUNDS		
Profit before taxation	116,994	68,310
APPLICATION OF FUNDS		
Corporation tax paid	36,581	5,442
	<hr/> 80,413 <hr/>	<hr/> 62,868 <hr/>
INCREASE/(DECREASE) IN WORKING CAPITAL		
Debtors	(5,010)	7,933
Associated company loan account	57,027	57,174
Creditors	17,434	(2,239)
Cash at bank	10,962	-
	<hr/> 80,413 <hr/>	<hr/> 62,868 <hr/>

TROJAN RECORDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1990

1. ACCOUNTING POLICIES

- (a) Accounting Convention
The financial statements have been prepared under the historical cost convention.
- (b) Turnover
Turnover represents the invoiced value of goods sold and services provided.

2. TURNOVER

	1990 £	1989 £
Geographical analysis:		
United Kingdom	258,554	220,392
Overseas	75,396	54,835
	<hr/> 333,950	<hr/> 275,227

3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

After charging:

Auditors remuneration	200	200
	<hr/>	<hr/>

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

Corporation tax for the year	40,322	23,954
	<hr/>	<hr/>

5. INTANGIBLE ASSET

The musical repertoire has previously been written down to the nominal sum of £1. The directors consider the market value of the musical repertoire to be in excess of the book value.

6. DEBTORS

	1990 £	1989 £
Trade debtors	3,755	8,765
Amount owed by associated companies	182,986	125,959
	<hr/> 186,741	<hr/> 134,724

TROJAN RECORDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1990

7. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR

	1990 £	1989 £
Bank overdraft	-	7,204
Trade creditors	38,792	44,778
Corporation tax	48,525	44,784
Other taxation & social security	1,463	5,707
Accruals	3,400	3,400
	<hr/> 92,180	<hr/> 105,873

8. CALLED UP SHARE CAPITAL

Authorised: 25,000 ordinary shares of £1 each	25,000	25,000
	<hr/>	<hr/>
Issued and Fully Paid: 1,350 ordinary shares of £1 each	1,350	1,350
	<hr/>	<hr/>

9. HOLDING COMPANY

The ultimate holding company is Sharesense Limited, a company incorporated in England.