

REGISTERED NUMBER: 1819018 (England and Wales)

Abbreviated Accounts
for the Year Ended 31 March 2006
for
The Copyrights Group Limited



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for the Year Ended 31 March 2006**

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The Copyrights Group Limited

**Company Information
for the Year Ended 31 March 2006**

DIRECTORS:

N F Durbridge
Mrs L J Durbridge

SECRETARY:

M T Robinson

REGISTERED OFFICE:

Cecil House
52 St Andrew Street
HERTFORD
Hertfordshire
SG14 1JA

REGISTERED NUMBER:

1819018 (England and Wales)

AUDITORS:

Fiddaman & Co.
Chartered Accountants and
Registered Auditors
Cecil House
St. Andrew Street
Hertford
Herts SG14 1JA

BANKERS:

Coutts & Co
International Banking Division
27 Bush Lane
Canon Street
LONDON
EC3R 0AA

The Copyrights Group Limited

Report of the Directors for the Year Ended 31 March 2006

The directors present their report with the accounts of the company for the year ended 31 March 2006.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of merchandise agents for writers and artists.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

The company generated gross royalties on behalf of its clients which were evenly spread across the world, taking into account applicable demographics and the acceptability of character and brand licensing. By geographical territory gross royalties were split as follows:

	%
United Kingdom	21.50
Continental Europe	8.90
North America	21.10
Japan	37.00
Asia	6.70
Australia	4.30
Other territories	0.50

The market globally remains challenging with continued consolidation at retail, continuing downward pressure on prices and increased competition within the pre-school market. The business continues its diversification into tween, brand and art licensing. The company continues to promote efficiency and control overheads within this business environment.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2006.

DIRECTORS

The directors during the year under review were:

N F Durbridge
Mrs L J Durbridge

The beneficial interests of the directors holding office on 31 March 2006 in the issued share capital of the company were as follows:

	31.3.06	1.4.05
Ordinary £1 shares		
N F Durbridge	600	600
Mrs L J Durbridge	400	400

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Copyrights Group Limited

**Report of the Directors
for the Year Ended 31 March 2006**

STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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.

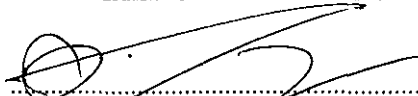
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Fiddaman & Co., will be proposed for re-appointment in accordance with Section 385A of the Companies Act 1985.

ON BEHALF OF THE BOARD:



N F Durbridge - Director

Date: 16 January 2007

**Report of the Independent Auditors to
The Copyrights Group Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages five to twenty, together with the financial statements of The Copyrights Group Limited for the year ended 31 March 2006 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

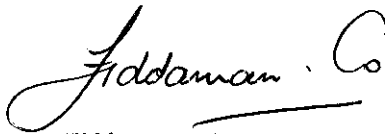
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



Fiddaman & Co.
Chartered Accountants and
Registered Auditors
Cecil House
St. Andrew Street
Hertford
Herts SG14 1JA

Date: 29 January 2007

The Copyrights Group Limited

**Abbreviated Profit and Loss Account
for the Year Ended 31 March 2006**

		31.3.06	31.3.05 as restated
	Notes	£	£
GROSS PROFIT		1,452,147	1,834,818
EXPENSES		1,442,742	1,641,306
OPERATING PROFIT	3	9,405	193,512
Loan written off	4	-	129,200
		9,405	64,312
Interest receivable and similar income		13,106	28,013
		22,511	92,325
Amounts written off investments	5	-	43,867
		22,511	48,458
Interest payable and similar charges	6	11,110	15,607
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		11,401	32,851
Tax on profit on ordinary activities	7	(258)	38,217
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		11,659	(5,366)

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

The Copyrights Group Limited

**Statement of Total Recognised Gains and Losses
for the Year Ended 31 March 2006**

	31.3.06	31.3.05
	£	as restated £
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	11,659	(5,366)
	<hr/>	<hr/>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	11,659	(5,366)
		<hr/>
Prior year adjustment	Note 8	
	205,985	
	<hr/>	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT	217,644	
	<hr/>	

The notes form part of these abbreviated accounts

The Copyrights Group Limited

**Abbreviated Balance Sheet
31 March 2006**

		31.3.06		31.3.05 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	9		-		-
Tangible assets	10		49,652		76,202
Investments	11		235,087		235,087
			<u>284,739</u>		<u>311,289</u>
CURRENT ASSETS					
Debtors: amounts falling due within one year	12	356,480		959,022	
Debtors: amounts falling due after more than one year	12	3,542,081		2,757,107	
Cash at bank and in hand		1,835,463		1,913,824	
		<u>5,734,024</u>		<u>5,629,953</u>	
CREDITORS					
Amounts falling due within one year	13	2,112,445		2,019,977	
NET CURRENT ASSETS			<u>3,621,579</u>		<u>3,609,976</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>3,906,318</u>		<u>3,921,265</u>
CREDITORS					
Amounts falling due after more than one year	14		-		(22,794)
PROVISIONS FOR LIABILITIES	18		(34,405)		(38,217)
NET ASSETS			<u><u>3,871,913</u></u>		<u><u>3,860,254</u></u>
CAPITAL AND RESERVES					
Called up share capital	19		1,003		1,003
Share premium	20		297		297
Profit and loss account	20		3,870,613		3,858,954
SHAREHOLDERS' FUNDS	23		<u><u>3,871,913</u></u>		<u><u>3,860,254</u></u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 16 January 2007 and were signed on its behalf by:


N F Durbridge - Director

The notes form part of these abbreviated accounts

The Copyrights Group Limited

**Cash Flow Statement
for the Year Ended 31 March 2006**

		31.3.06		31.3.05 as restated	
	Notes	£	£	£	£
Net cash outflow from operating activities	1		(199,935)		(792,266)
Returns on investments and servicing of finance	2		1,996		12,406
Capital expenditure and financial investment	2		1,479		(2,040)
			<u>(196,460)</u>		<u>(781,900)</u>
Financing	2		(49,939)		(140,720)
Decrease in cash in the period			<u>(246,399)</u>		<u>(922,620)</u>
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
Decrease in cash in the period		(246,399)		(922,620)	
Cash outflow from decrease in debt and lease financing		<u>36,414</u>		<u>-</u>	
Change in net funds resulting from cash flows			(209,985)		(922,620)
New finance leases			-		(29,209)
Movement in net funds in the period			<u>(209,985)</u>		<u>(951,829)</u>
Net funds at 1 April			<u>1,434,779</u>		<u>2,386,608</u>
Net funds at 31 March			<u><u>1,224,794</u></u>		<u><u>1,434,779</u></u>

The notes form part of these abbreviated accounts

Notes to the Cash Flow Statement
for the Year Ended 31 March 2006

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	31.3.06	31.3.05 as restated
	£	£
Operating profit	9,405	193,512
Depreciation charges	25,454	32,862
(Profit)/Loss on disposal of fixed assets	(383)	39
Loan written off	-	(129,200)
Increase in debtors	(162,019)	(216,138)
Decrease in creditors	(72,392)	(673,341)
Net cash outflow from operating activities	(199,935)	(792,266)

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.3.06	31.3.05 as restated
	£	£
Returns on investments and servicing of finance		
Interest received	13,106	28,013
Interest paid	(11,110)	(15,607)
Net cash inflow for returns on investments and servicing of finance	1,996	12,406
Capital expenditure and financial investment		
Purchase of tangible fixed assets	-	(2,434)
Sale of tangible fixed assets	1,479	392
Sale of fixed asset investments	-	2
Net cash inflow/(outflow) for capital expenditure and financial investment	1,479	(2,040)
Financing		
Capital repayments in year	(36,414)	-
Amount introduced by directors	8,603	-
Amount withdrawn by directors	(22,128)	(140,720)
Net cash outflow from financing	(49,939)	(140,720)

The Copyrights Group Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 March 2006**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.05 £	Cash flow £	At 31.3.06 £
Net cash:			
Cash at bank and in hand	1,913,824	(78,361)	1,835,463
Bank overdraft	(440,011)	(168,038)	(608,049)
	<u>1,473,813</u>	<u>(246,399)</u>	<u>1,227,414</u>
Debt:			
Hire purchase	(39,034)	36,414	(2,620)
	<u>(39,034)</u>	<u>36,414</u>	<u>(2,620)</u>
Total	<u>1,434,779</u>	<u>(209,985)</u>	<u>1,224,794</u>

The notes form part of these abbreviated accounts

Notes to the Abbreviated Accounts
for the Year Ended 31 March 2006

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax, except in respect of service contracts where turnover is recognised when the company obtains the right to consideration.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold property	- 12.5% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 25% on reducing balance
Computer equipment	- 20% on cost

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed 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 transaction. Exchange differences are taken into account in arriving at the operating result.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Exemption from Consolidation

The financial statements contain information about The Copyrights Group Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under section 248 of the Companies Act 1985 from the requirement to prepare consolidated financial statements as the group it heads qualifies as a medium group.

Fixed asset investments

Fixed asset investments in subsidiary undertakings are stated at cost less any provision for permanent diminution in value.

2. STAFF COSTS

	31.3.06	31.3.05 as restated
	£	£
Wages and salaries	768,956	847,137
Social security costs	90,781	93,250
Other pension costs	25,898	30,835
	<u>885,635</u>	<u>971,222</u>

The Copyrights Group Limited

Notes to the Abbreviated Accounts - continued for the Year Ended 31 March 2006

2. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	31.3.06	31.3.05 as restated
Sales	18	18
Administration	12	14
Directors	2	2
	<u>32</u>	<u>34</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31.3.06	31.3.05 as restated
	£	£
Depreciation - owned assets	25,456	32,862
(Profit)/Loss on disposal of fixed assets	(383)	39
Auditors remuneration	15,600	15,300
Foreign exchange differences	<u>(11,407)</u>	<u>(26,843)</u>
Directors' emoluments	<u>38,000</u>	<u>10,000</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>2</u>
------------------------	----------	----------

4. EXCEPTIONAL ITEMS

The exceptional loss has arisen on the company's disposal during the year, of its investment in Lakefield Marketing Limited, the terms of which, included an agreement by The Copyrights Group Limited to write off £129,200 of the loan of £190,000.

5. AMOUNTS WRITTEN OFF INVESTMENTS

	31.3.06	31.3.05 as restated
	£	£
Loss on sale of investment	<u>-</u>	<u>43,867</u>

6. INTEREST PAYABLE AND SIMILAR CHARGES

	31.3.06	31.3.05 as restated
	£	£
Bank and loan interest	10,610	13,717
Hire purchase interest	<u>500</u>	<u>1,890</u>
	<u>11,110</u>	<u>15,607</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2006

7. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit on ordinary activities for the year was as follows:

	31.3.06	31.3.05 as restated
	£	£
Current tax:		
UK corporation tax	3,554	-
Deferred taxation	(3,812)	38,217
Tax on profit on ordinary activities	<u>(258)</u>	<u>38,217</u>

8. PRIOR YEAR ADJUSTMENT

The prior year adjustment has arisen following a change in the method of recognising commission earned in accordance with the requirements of UITF 40 as follows:

	£
Commissions arising on future minimum guaranteed royalties	244,202
Less: Provision for deferred taxation	(38,217)
	<u>205,985</u>

9. INTANGIBLE FIXED ASSETS

COST

At 1 April 2005
and 31 March 2006

Patents
and
licences
£

10,000

AMORTISATION

At 1 April 2005
and 31 March 2006

10,000

NET BOOK VALUE

At 31 March 2006

-

At 31 March 2005

-

The Copyrights Group Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2006**

10. TANGIBLE FIXED ASSETS

	Short leasehold property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2005	4,000	209,445	6,100	164,369	383,914
Disposals	(4,000)	-	-	(11,811)	(15,811)
At 31 March 2006	-	209,445	6,100	152,558	368,103
DEPRECIATION					
At 1 April 2005	4,000	165,406	5,527	132,777	307,710
Charge for year	-	12,303	143	13,010	25,456
Eliminated on disposal	(4,000)	-	-	(10,715)	(14,715)
At 31 March 2006	-	177,709	5,670	135,072	318,451
NET BOOK VALUE					
At 31 March 2006	-	31,736	430	17,486	49,652
At 31 March 2005	-	44,039	573	31,592	76,204

11. FIXED ASSET INVESTMENTS

	Unlisted investments £
COST	
At 1 April 2005 and 31 March 2006	235,087
NET BOOK VALUE	
At 31 March 2006	235,087
At 31 March 2005	235,087

The company's investments at the balance sheet date in the share capital of companies include the following:

Copyrights Europe Limited

Nature of business: Merchandise agents

	% holding		
Class of shares:			
Ordinary	100.00	31.3.06 £	31.3.05 £
Aggregate capital and reserves		(2,276,831)	(906,152)
Profit/(Loss) for the year		71,489	(165,214)

The Copyrights Group Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2006**

11. FIXED ASSET INVESTMENTS - continued

Copyrights Hamburg Limited

Nature of business: Merchandise agents

	%		
Class of shares:	holding		
Ordinary	100.00		
		31.3.06	31.3.05
		£	£
Aggregate capital and reserves		1,000	(1,571,683)
Loss for the year		-	(335,131)

Copyrights Australasia Pty. Limited

Country of incorporation: Australia

Nature of business: Merchandise agents

	%		
Class of shares:	holding		
Ordinary	60.00		
		31.3.06	31.3.05
		£	£
Aggregate capital and reserves		136,536	(18,479)
Profit/(Loss) for the year		73,928	(17,128)

Copyrights Asia Limited

Country of incorporation: Japan

Nature of business: Merchandise agents

	%		
Class of shares:	holding		
Ordinary	100.00		
		31.3.06	31.3.05
		£	£
Aggregate capital and reserves		52,461	(79,974)
Profit/(Loss) for the year		52,739	(152,898)

Copyrights Japan Limited

Country of incorporation: Japan

Nature of business: Merchandise agents

	%		
Class of shares:	holding		
Ordinary	100.00		
		31.3.06	31.3.05
		£	£
Aggregate capital and reserves		865,944	318,197
Profit for the year		70,225	7,735

The Copyrights Group Limited

Notes to the Abbreviated Accounts - continued for the Year Ended 31 March 2006

12. DEBTORS

	31.3.06	31.3.05 as restated
	£	£
Amounts falling due within one year:		
Trade debtors	7,468	20,136
Other debtors	31,433	30,868
Amount due from subsidiary companies	45,758	27,927
Amount due from associated companies	18,000	734,387
Directors' loan accounts	20,413	-
Prepayments and accrued income	233,408	145,704
	<u>356,480</u>	<u>959,022</u>
Amounts falling due after more than one year:		
Amount due from subsidiary companies	2,685,456	2,555,960
Amount due from associated companies	659,410	-
Prepayments and accrued income	197,215	201,147
	<u>3,542,081</u>	<u>2,757,107</u>
Aggregate amounts	<u>3,898,561</u>	<u>3,716,129</u>

Debtors falling due after more than one year include £2,382,802 from a subsidiary company and £275,809 from an associated company which in the opinion of the Directors will be paid after five years.

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.06	31.3.05 as restated
	£	£
Bank loans and overdrafts (see note 15)	608,049	440,011
Hire purchase contracts (see note 16)	2,620	16,240
Trade creditors	77,879	90,879
Taxation	3,613	59
Social security and other taxes	33,672	34,330
VAT	26,365	31,744
Amounts due to clients	990,360	1,086,963
Other creditors	159,364	161,672
Amount due to subsidiary companies	91,775	48,149
Directors' loan accounts	10,317	3,429
Accrued expenses	108,431	106,501
	<u>2,112,445</u>	<u>2,019,977</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2006

14. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.06	31.3.05 as restated
	£	£
Hire purchase contracts (see note 16)	-	22,794

15. **LOANS**

An analysis of the maturity of loans is given below:

	31.3.06	31.3.05 as restated
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	608,049	440,011

16. **OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

	31.3.06	31.3.05 as restated
	£	£
Gross obligations repayable:		
Within one year	3,002	20,914
Between one and five years	-	29,778
	3,002	50,692
Finance charges repayable:		
Within one year	382	4,674
Between one and five years	-	6,984
	382	11,658
Net obligations repayable:		
Within one year	2,620	16,240
Between one and five years	-	22,794
	2,620	39,034

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2006

16. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

The following operating lease payments are committed to be paid within one year:

	Land and buildings		Other operating leases	
	31.3.06	31.3.05 as restated	31.3.06	31.3.05 as restated
	£	£	£	£
Expiring:				
Within one year	-	-	5,226	32,141
Between one and five years	6,500	13,300	40,767	15,864
In more than five years	120,500	120,500	-	-
	<u>127,000</u>	<u>133,800</u>	<u>45,993</u>	<u>48,005</u>

17. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.06	31.3.05 as restated
	£	£
Bank overdrafts	<u>608,049</u>	<u>440,011</u>

The bank borrowings are secured by a mortgage debenture over all of the assets of the company.

18. PROVISIONS FOR LIABILITIES

	31.3.06	31.3.05 as restated
	£	£
Deferred taxation	<u>34,405</u>	<u>38,217</u>
		Deferred tax £
Balance at 1 April 2005		
Prior year adjustment		<u>38,217</u>
As restated		38,217
Provision in respect of deferred income		<u>(3,812)</u>
Balance at 31 March 2006		<u>34,405</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2006

19. CALLED UP SHARE CAPITAL

Authorised Number:	Class	Nominal value:	31.3.06 £	31.3.05 £
1,994	Ordinary	£1	1,994	1,994
1	"A" Ordinary	£1	1	1
1	"B" Ordinary	£1	1	1
1	"C" Ordinary	£1	1	1
1	"D" Ordinary	£1	1	1
1	"E" Ordinary	£1	1	1
1	"F" Ordinary	£1	1	1
			<u>2,000</u>	<u>2,000</u>

Allotted, issued and fully paid:

Number:	Class	Nominal value:	31.3.06 £	31.3.05 £
1,000	Ordinary	£1	1,000	1,000
1	"A" Ordinary	£1	1	1
1	"B" Ordinary	£1	1	1
1	"C" Ordinary	£1	1	1
			<u>1,003</u>	<u>1,003</u>

20. RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1 April 2005	3,652,969	297	3,653,266
Prior year adjustment	205,985		205,985
	<u>3,858,954</u>		<u>3,859,251</u>
Profit for the year	11,659		11,659
	<u>3,870,613</u>	<u>297</u>	<u>3,870,910</u>

21. PENSION COMMITMENTS

The company operates defined contribution pension schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to the funds and amounted to £25,898 (2005 £32,525). There were no outstanding contributions at the year end.

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2006

22. CONTINGENT LIABILITIES

The company has given undertakings to provide funds as and when required to enable its wholly owned subsidiary undertaking, Copyrights Europe Limited, to discharge their day to day obligations as and when they fall due.

Under an agreement dated 22 February 2005, the company has given an undertaking to guarantee bank loans made to its subsidiary undertaking, Copyrights Japan Limited. The balance outstanding on the loans as at 31 March 2006 was £253,757.

23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.3.06	31.3.05 as restated
	£	£
Profit/(Loss) for the financial year	11,659	(5,366)
Net addition/(reduction) to shareholders' funds	11,659	(5,366)
Opening shareholders' funds (originally £3,654,269 before prior year adjustment of £205,985)	3,860,254	3,865,620
Closing shareholders' funds	3,871,913	3,860,254
Equity interests	3,871,913	3,860,254