

REGISTERED NUMBER: 1819018 (England and Wales)

Abbreviated Financial Statements
for the Year Ended 31 March 2002
for
The Copyrights Group Limited



The Copyrights Group Limited

**Contents of the Financial Statements
for the Year Ended 31 March 2002**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Financial Statements	3
Abbreviated Profit and Loss Account	4
Abbreviated Balance Sheet	5
Cash Flow Statement	6
Notes to the Cash Flow Statement	7
Notes to the Abbreviated Financial Statements	9

The Copyrights Group Limited

**Company Information
for the Year Ended 31 March 2002**

DIRECTORS: N F Durbridge
Mrs L J Durbridge

SECRETARY: M T Robinson

REGISTERED OFFICE: Cecil House
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

The Copyrights Group Limited

Report of the Directors for the Year Ended 31 March 2002

The directors present their report with the financial statements of the company for the year ended 31 March 2002.

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 financial statements.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2002.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

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 2002 in the issued share capital of the company were as follows:

	31.3.02	1.4.01
Ordinary £1 shares		
N F Durbridge	600	600
Mrs L J Durbridge	400	400

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law 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 those financial statements, the directors are required to

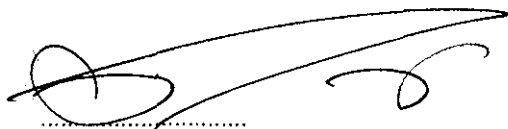
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The 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.

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

Dated: 3/12/02

The Copyrights Group Limited

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

We have examined the abbreviated financial statements on pages four to seventeen, together with the full financial statements of the company for the year ended 31 March 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

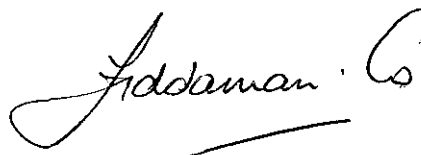
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance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

Basis of opinion

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 financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages four to seventeen are properly prepared in accordance with that provision.



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

Dated: *20 December 2002*

The Copyrights Group Limited

**Abbreviated Profit and Loss Account
for the Year Ended 31 March 2002**

		<u>31.3.02</u>	<u>31.3.01</u>
	Notes	£	£
GROSS PROFIT		2,084,177	2,086,266
Administrative expenses		<u>1,699,267</u>	<u>1,764,875</u>
OPERATING PROFIT	3	384,910	321,391
Interest receivable and similar income		<u>78,873</u>	<u>126,891</u>
		463,783	448,282
Interest payable and similar charges	4	<u>4,759</u>	<u>10,999</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		459,024	437,283
Tax on profit on ordinary activities	5	<u>154,284</u>	<u>120,538</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		304,740	316,745
Retained profit brought forward		<u>3,610,722</u>	<u>3,293,977</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£3,915,462</u></u>	<u><u>£3,610,722</u></u>

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The Copyrights Group Limited

**Abbreviated Balance Sheet
31 March 2002**

		<u>31.3.02</u>		<u>31.3.01</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	6		-		-
Tangible assets	7		192,707		260,212
Investments	8		<u>252,650</u>		<u>252,650</u>
			445,357		512,862
CURRENT ASSETS:					
Debtors within one year	9	1,288,017		2,454,657	
Debtors more than one year	9	1,511,102		6,484	
Cash at bank and in hand		<u>2,708,223</u>		<u>2,691,833</u>	
		5,507,342		5,152,974	
CREDITORS: Amounts falling due within one year	10	<u>2,028,290</u>		<u>2,054,114</u>	
NET CURRENT ASSETS:			<u>3,479,052</u>		<u>3,098,860</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			3,924,409		3,611,722
PROVISIONS FOR LIABILITIES AND CHARGES:	12		<u>7,947</u>		-
			<u>£3,916,462</u>		<u>£3,611,722</u>
CAPITAL AND RESERVES:					
Called up share capital	13		1,000		1,000
Profit and loss account			<u>3,915,462</u>		<u>3,610,722</u>
SHAREHOLDERS' FUNDS:	18		<u>£3,916,462</u>		<u>£3,611,722</u>

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

ON BEHALF OF THE BOARD:



.....
N F Durbridge - DIRECTOR

Approved by the Board on 3/12/02

The Copyrights Group Limited

**Cash Flow Statement
for the Year Ended 31 March 2002**

		<u>31.3.02</u>		<u>31.3.01</u>	
	Notes	£	£	£	£
Net cash inflow/(outflow) from operating activities	1		132,677		(844,651)
Returns on investments and servicing of finance	2		74,114		115,892
Taxation			(144,263)		(125,120)
Capital expenditure	2		<u>506</u>		<u>(61,821)</u>
			63,034		(915,700)
Management of liquid resources	2		-		499
Financing	2		<u>(46,644)</u>		<u>(56,866)</u>
Increase/(Decrease) in cash in the period			<u>£16,390</u>		<u>£(972,067)</u>
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
Increase/(Decrease) in cash in the period		16,390		(972,067)	
Cash inflow from decrease in liquid resources		<u>-</u>		<u>(499)</u>	
Change in net funds resulting from cash flows			<u>16,390</u>		<u>(972,566)</u>
Movement in net funds in the period			16,390		(972,566)
Net funds at 1 April			<u>2,691,833</u>		<u>3,664,399</u>
Net funds at 31 March			<u>£2,708,223</u>		<u>£2,691,833</u>

The notes form part of these financial statements

The Copyrights Group Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 March 2002**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	31.3.02 £	31.3.01 £
Operating profit	384,910	321,391
Depreciation charges	65,649	75,775
Loss on sale of fixed assets	1,461	1,095
Profit on sale of fixed assets	(111)	(5,000)
Increase in debtors	(339,993)	(709,985)
Increase/(Decrease) in creditors	<u>20,761</u>	<u>(527,927)</u>
Net cash inflow/(outflow) from operating activities	<u>132,677</u>	<u>(844,651)</u>

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

	31.3.02 £	31.3.01 £
Returns on investments and servicing of finance		
Interest received	78,873	126,891
Interest paid	<u>(4,759)</u>	<u>(10,999)</u>
Net cash inflow for returns on investments and servicing of finance	<u>74,114</u>	<u>115,892</u>
Capital expenditure		
Purchase of tangible fixed assets	(15,699)	(74,708)
Sale of tangible fixed assets	<u>16,205</u>	<u>12,887</u>
Net cash inflow/(outflow) for capital expenditure	<u>506</u>	<u>(61,821)</u>
Management of liquid resources		
Cash deposited on 2 day notice	<u>-</u>	<u>499</u>
Net cash inflow from management of liquid resources	<u>-</u>	<u>499</u>
Financing		
Amount withdrawn by directors	<u>(46,644)</u>	<u>(56,866)</u>
Net cash outflow from financing	<u>(46,644)</u>	<u>(56,866)</u>

The notes form part of these financial statements

The Copyrights Group Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 March 2002**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.01 £	Cash flow £	At 31.3.02 £
Net cash:			
Cash at bank and in hand	<u>2,691,833</u>	<u>16,390</u>	<u>2,708,223</u>
	<u>2,691,833</u>	<u>16,390</u>	<u>2,708,223</u>
 Total	 <u>2,691,833</u>	 <u>16,390</u>	 <u>2,708,223</u>
 Analysed in Balance Sheet			
Cash at bank and in hand	<u>2,691,833</u>		<u>2,708,223</u>
	<u>2,691,833</u>		<u>2,708,223</u>

The Copyrights Group Limited

Notes to the Abbreviated Financial Statements for the Year Ended 31 March 2002

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.

Tangible fixed assets

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

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

Deferred taxation

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

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

	31.3.02	31.3.01
	£	£
Wages and salaries	940,308	965,255
Social security costs	97,847	104,621
Other pension costs	25,878	26,040
	<u>1,064,033</u>	<u>1,095,916</u>

The Copyrights Group Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 2002**

2. STAFF COSTS - continued

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

	31.3.02	31.3.01
Sales	22	26
Administration	15	15
Directors	<u>2</u>	<u>2</u>
	<u>39</u>	<u>43</u>

3. OPERATING PROFIT

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

	31.3.02	31.3.01
	£	£
Operating lease income	(38,603)	(42,758)
Depreciation - owned assets	65,649	75,775
Loss/(Profit) on disposal of fixed assets	1,350	(3,905)
Auditors' remuneration	11,786	16,600
Foreign exchange differences	<u>11,146</u>	<u>(24,446)</u>
Directors' emoluments	<u>123,741</u>	<u>133,368</u>

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

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

4. INTEREST PAYABLE AND SIMILAR CHARGES

	31.3.02	31.3.01
	£	£
Loan interest	<u>4,759</u>	<u>10,999</u>

The Copyrights Group Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 2002**

5. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	31.3.02	31.3.01
	£	£
Current tax:		
UK corporation tax	-	-
Under and over provisions in prior periods	-	(2,015)
Group relief surrendered	<u>146,337</u>	<u>122,553</u>
Total current tax	<u>146,337</u>	<u>120,538</u>
Deferred tax:		
Deferred taxation	7,947	-
Tax on profit on ordinary activities	<u>154,284</u>	<u>120,538</u>

6. INTANGIBLE FIXED ASSETS

	Patents and licences
	£
COST:	
At 1 April 2001 and 31 March 2002	<u>10,000</u>
AMORTISATION:	
At 1 April 2001 and 31 March 2002	<u>10,000</u>
NET BOOK VALUE:	
At 31 March 2002	<u>-</u>

The Copyrights Group Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 2002**

7. TANGIBLE FIXED ASSETS

	<u>Leasehold property</u>	<u>Fixtures and fittings</u>	<u>Motor vehicles</u>	<u>Computer equipment</u>	<u>Totals</u>
	£	£	£	£	£
COST:					
At 1 April 2001	21,311	280,885	167,642	252,536	722,374
Additions	-	9,938	-	5,761	15,699
Disposals	-	(6,395)	(48,434)	(52,265)	(107,094)
At 31 March 2002	<u>21,311</u>	<u>284,428</u>	<u>119,208</u>	<u>206,032</u>	<u>630,979</u>
DEPRECIATION:					
At 1 April 2001	6,500	188,105	89,134	178,423	462,162
Charge for year	2,164	21,142	15,286	27,057	65,649
Eliminated on disposals	-	(6,350)	(31,072)	(52,117)	(89,539)
At 31 March 2002	<u>8,664</u>	<u>202,897</u>	<u>73,348</u>	<u>153,363</u>	<u>438,272</u>
NET BOOK VALUE:					
At 31 March 2002	<u>12,647</u>	<u>81,531</u>	<u>45,860</u>	<u>52,669</u>	<u>192,707</u>
At 31 March 2001	<u>14,811</u>	<u>92,780</u>	<u>78,508</u>	<u>74,113</u>	<u>260,212</u>

8. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 April 2001 and 31 March 2002	<u>252,650</u>
NET BOOK VALUE:	
At 31 March 2002	<u>252,650</u>
At 31 March 2001	<u>252,650</u>
	31.3.02
	£
Unlisted investments	<u>252,650</u>
	31.3.01
	£
	<u>252,650</u>

The Copyrights Group Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 2002**

8. FIXED ASSET INVESTMENTS - continued

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

The Copyrights Company (UK) Limited.

Nature of business: Merchandise agents

Class of shares:	% holding		
Ordinary	100.00		
		31.3.02	31.3.01
		£	£
Aggregate capital and reserves		(653,786)	(355,444)
Loss for the year		<u>(425,490)</u>	<u>(419,649)</u>

The Copyrights Company (Europe) Limited.

Nature of business: Merchandise agents

Class of shares:	% holding		
Ordinary	100.00		
		31.3.02	31.3.01
		£	£
Aggregate capital and reserves		(760,795)	(585,159)
Loss for the year		<u>(195,601)</u>	<u>(314,349)</u>

Copyrights Australasia Pty. Ltd.

Country of incorporation: Australia

Nature of business: Merchandise agents

Class of shares:	% holding		
Ordinary	60.00		
		31.3.02	31.3.01
		£	£
Aggregate capital and reserves		25,014	41,239
Loss for the year		<u>(16,225)</u>	<u>(11,244)</u>

Copyrights Asia Limited

Country of incorporation: Japan

Nature of business: Merchandise agents

Class of shares:	% holding		
Ordinary	100.00		
		31.3.02	31.3.01
		£	£
Aggregate capital and reserves		(81,301)	(122,891)
Profit/(Loss) for the year		<u>41,590</u>	<u>(35,706)</u>

The Copyrights Group Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 2002**

8. FIXED ASSET INVESTMENTS - continued

Copyrights Japan Limited

Country of incorporation: Japan

Nature of business: Merchandise agents

Class of shares:	%
Ordinary	holding 100.00

	31.3.02	31.3.01
	£	£
Aggregate capital and reserves	178,709	125,138
Profit/(Loss) for the year	<u>82,992</u>	<u>(43,540)</u>

Lakefield Marketing Limited

Nature of business: Retailing

Class of shares:	%
Ordinary	holding 60.00

	31.3.02	31.3.01
	£	£
Aggregate capital and reserves	218,998	290,559
(Loss)/Profit for the year	<u>(91,123)</u>	<u>80,867</u>

9. DEBTORS

	31.3.02	31.3.01
	£	£
Amounts falling due within one year:		
Trade debtors	52,226	48,633
Other debtors	2,193	5,020
Prepayments & accrued income	104,267	137,324
Amount due from subsidiary companies	286,228	1,208,613
Amount due from associated companies	843,103	1,053,052
Taxation	-	2,015
	<u>1,288,017</u>	<u>2,454,657</u>

Amounts falling due after more than one year:

Loan - Classic Characters Pty. Ltd.	6,484	6,484
Amount due from subsidiary companies	<u>1,504,618</u>	-
	<u>1,511,102</u>	<u>6,484</u>
Aggregate amounts	<u>2,799,119</u>	<u>2,461,141</u>

The Copyrights Group Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 2002**

**10. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.3.02	31.3.01
	£	£
Trade creditors	156,956	129,251
Amounts due to clients	1,551,355	1,340,839
Amount due to subsidiary companies	73,341	152,714
Directors' current accounts	38,869	85,513
V.A.T.	31,706	30,578
Social security & other taxes	35,176	36,810
Taxation	59	-
Accrued expenses	140,828	278,409
	<u>2,028,290</u>	<u>2,054,114</u>

11. OBLIGATIONS UNDER LEASING AGREEMENTS

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

	Operating leases			
	Land and buildings		Other	
	31.3.02	31.3.01	31.3.02	31.3.01
	£	£	£	£
Expiring:				
Between one and five years	4,250	37,325	27,892	16,059
In more than five years	<u>12,593</u>	<u>12,593</u>	-	-
	<u>16,843</u>	<u>49,918</u>	<u>27,892</u>	<u>16,059</u>

12. PROVISIONS FOR LIABILITIES AND CHARGES

	31.3.02	31.3.01
	£	£
Deferred taxation	<u>7,947</u>	-
	Deferred tax	
	£	
Accelerated capital allowances	<u>7,947</u>	
Balance at 31 March 2002	<u>7,947</u>	

13. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:			31.3.02	31.3.01
Number:	Class:	Nominal value:	£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

The Copyrights Group Limited

Notes to the Abbreviated Financial Statements for the Year Ended 31 March 2002

14. 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 £25,878 (2001 £26,040). There were no outstanding contributions at the year end.

15. CONTINGENT LIABILITIES

The company has given undertakings to provide funds as and when required to enable it's wholly owned subsidiary undertakings, The Copyrights Company (Europe) Limited and The Copyrights Company (UK) Limited, to discharge their day to day obligations as and when they fall due.

On 7th January 1997 the company gave a guarantee, in respect of the rent payable by The Copyrights Company (Europe) Limited, of DM 30,000.

16. RELATED PARTY DISCLOSURES

During the year the company had the following transactions with related parties which in the opinion of the directors were at open market value:

	31.3.02 £	31.3.01 £
Rent of premises		
The Copyrights Retirement Benefits Scheme	30,000	30,000
NF and LJ Durbridge	35,000	35,000
Management fees receivable		
The Copyrights Company (UK) Ltd.	512,297	554,622
Lakefield Marketing Ltd.	-	2,346
Copyrights Japan Ltd.	58,131	81,062
Hire of equipment		
The Copyrights Company (UK) Ltd.	38,603	42,758

The following amounts were due from (to) subsidiary companies at the year end in respect of interest free finance made available:

	31.3.02 £	31.3.01 £
The Copyrights Company (Europe) Ltd.	850,832	642,774
Copyrights Japan Ltd.	88,593	(79,373)
Copyrights Australasia Pty Ltd.	2,068	2,335
Copyrights Asia Ltd.	(73,341)	(73,341)
The Copyrights Company (UK) Ltd.	653,786	355,444
Lakefield Marketing Ltd.	5,567	18,060

The following amount was due from an associated company at the year end in respect of interest free finance made available:

	31.3.02 £	31.3.01 £
Copyrights America Inc.	843,107	1,053,052

The company has provided finance bearing interest at 2% over the clearing banks base rate to a subsidiary company, Lakefield Marketing Ltd. The loan is secured by a fixed and floating charge over the assets of the subsidiary and has variable repayment terms. The balance at the year end amounted to £190,000 (2001 - £190,000).

Throughout the current and previous year, the company was under the control of Mr N F Durbridge, the company's managing director and major shareholder.

The Copyrights Group Limited

Notes to the Abbreviated Financial Statements for the Year Ended 31 March 2002

17. POST BALANCE SHEET EVENTS

In accordance with the requirements of SSAP 17 the directors confirm that they are not aware of any post balance sheet events other than those included in the accounts and notes attaching thereto which could materially affect those accounts or the results for the year.

18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.3.02 £	31.3.01 £
Profit for the financial year	<u>304,740</u>	<u>316,745</u>
Net addition to shareholders' funds	304,740	316,745
Opening shareholders' funds	<u>3,611,722</u>	<u>3,294,977</u>
Closing shareholders' funds	<u>3,916,462</u>	<u>3,611,722</u>
Equity interests	<u>3,916,462</u>	<u>3,611,722</u>

19. BANK BALANCES

The bank balances include £2,393,260 held in client trust accounts, which by their nature, cannot be used as a set off against the company's general liabilities. The difference between this figure and the sums due to clients represents commission earned by the company and its subsidiaries, which remain undrawn.