

Registration Number 1956400

**Pinko Limited**  
**Directors' Report and Financial Statements**  
**for the year ended 31 December 1998**



A24  
COMPANIES HOUSE

\*A9BESLLJ\*

0457  
20/11/99

## **Pinko Limited**

### **Company Information**

Directors	K. Whately Mrs M.S. Whately
Secretary	Mrs M.S. Whately
Company Number	1956400
Registered Office	15 - 19 Cavendish Place London W1M 0DD
Auditors	Bowker Orford Chartered Accountants and Registered Auditors 15/19 Cavendish Place London W1M 0DD

## **Pinko Limited**

### **Contents**

	<b>Page</b>
Directors' Report	<b>1</b>
Auditors' Report	<b>2</b>
Profit and Loss Account	<b>3</b>
Balance Sheet	<b>4</b>
Notes to the Financial Statements	<b>5 - 9</b>

## **Pinko Limited**

### **Directors' Report for the year ended 31 December 1998**

The directors present their report and the financial statements for the year ended 31 December 1998.

#### **Principal Activity**

The principal activity of the company was the provision of services to the entertainment industry.

#### **Directors and their Interests**

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	1998	1997
K. Whately	1	1
Mrs M.S. Whately	1	1

#### **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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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**

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Bowker Orford be reappointed as auditors of the company will be put to the Annual General Meeting.

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

This report was approved by the Board on and signed on its behalf by

Mrs M.S. Whately  
Secretary

*M. Whately*  
23.10.99

## **Pinko Limited**

### **Auditors' Report to the Shareholders of Pinko Limited**

We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

#### **Respective responsibilities of directors and auditors**

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and 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 financial statements 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 financial statements.

#### **Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Bowker Orford**

**Chartered Accountants and  
Registered Auditors**

**15/19 Cavendish Place  
London  
W1M 0DD**

**Date:** 18.4.99

**Pinko Limited**

**Profit and Loss Account  
for the year ended 31 December 1998**

		<b>Continuing operations</b>	
		<b>1998</b>	<b>1997</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Turnover</b>	<b>2</b>	395,356	466,039
Cost of sales		(50,012)	(57,697)
<b>Gross profit</b>		<u>345,344</u>	<u>408,342</u>
Administrative expenses		(259,147)	(334,710)
<b>Operating profit</b>	<b>3</b>	<u>86,197</u>	<u>73,632</u>
Investment income	<b>4</b>	971	1,042
Interest receivable and similar income		17,197	19,873
Interest payable and similar charges	<b>5</b>	-	(63)
<b>Profit on ordinary activities before taxation</b>		<u>104,365</u>	<u>94,484</u>
Tax on profit on ordinary activities	<b>8</b>	(24,737)	(20,107)
<b>Profit on ordinary activities after taxation</b>		<u>79,628</u>	<u>74,377</u>
Dividends		-	(70,000)
<b>Retained profit for the year</b>		<u>79,628</u>	<u>4,377</u>
Retained profit brought forward		82,294	77,917
<b>Retained profit carried forward</b>		<u><u>161,922</u></u>	<u><u>82,294</u></u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 5 to 9 form an integral part of these financial statements.

**Pinko Limited**

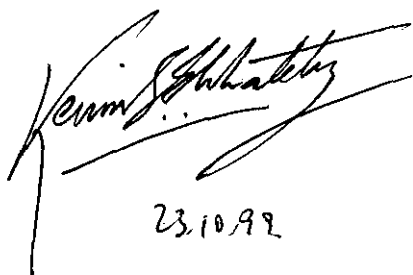
**Balance Sheet  
as at 31 December 1998**

		1998		1997	
	Notes	£	£	£	£
<b>Fixed Assets</b>					
Tangible assets	9		26,232		21,815
Investments	10		27,058		27,058
			<u>53,290</u>		<u>48,873</u>
<b>Current Assets</b>					
Debtors	11	18,124		51,374	
Cash at bank and in hand		491,687		487,202	
		<u>509,811</u>		<u>538,576</u>	
<b>Creditors: amounts falling due within one year</b>	12	<u>(401,177)</u>		<u>(505,153)</u>	
<b>Net Current Assets</b>			<u>108,634</u>		<u>33,423</u>
<b>Total Assets Less Current Liabilities</b>			<u>161,924</u>		<u>82,296</u>
<b>Capital and Reserves</b>					
Called up share capital	13		2		2
Profit and loss account			161,922		82,294
<b>Equity Shareholders' Funds</b>	14		<u>161,924</u>		<u>82,296</u>

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

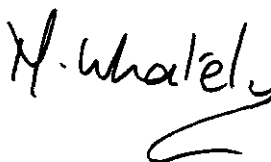
The financial statements were approved by the Board on and signed on its behalf by

K. Whately  
Director



23.10.98

Mrs M.S. Whately  
Director



The notes on pages 5 to 9 form an integral part of these financial statements.

**Pinko Limited**

**Notes to the Financial Statements  
for the year ended 31 December 1998**

**1. Accounting Policies**

**1.1 Accounting convention**

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

**1.2 Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

**1.3 Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures and fittings	-	20% Straight Line
Office equipment	-	33.3% Straight Line
Motor vehicles	-	25% Straight Line

**1.4 Investments**

Fixed asset investments are stated at cost less provision for diminution in value.

**1.5 Pensions**

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

**1.6 Deferred taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

**2. Turnover**

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.



**Pinko Limited**

**Notes to the Financial Statements  
for the year ended 31 December 1998**

..... continued

<b>3. Operating profit</b>	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging:		
Depreciation of tangible assets	14,945	13,915
Auditors' remuneration	925	925
	<u>          </u>	<u>          </u>
and after crediting:		
Profit on disposal of tangible fixed assets	3,962	-
	<u>          </u>	<u>          </u>
 <b>4. Income from investments</b>	 <b>1998</b>	 <b>1997</b>
	<b>£</b>	<b>£</b>
Income from investments	971	1,042
	<u>          </u>	<u>          </u>
 <b>5. Interest payable and similar charges</b>	 <b>1998</b>	 <b>1997</b>
	<b>£</b>	<b>£</b>
On bank loans and overdrafts	-	63
	<u>          </u>	<u>          </u>
 <b>6. Directors' emoluments</b>		
There were no employees during the year apart from the directors.		
	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Remuneration and other benefits	247,249	294,080
	<u>          </u>	<u>          </u>
 <b>7. Pension costs</b>		
The company operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £160,500 (1997 - £228,050).		

**Pinko Limited**

**Notes to the Financial Statements  
for the year ended 31 December 1998**

..... continued

8. Taxation	1998	1997
	£	£
<b>UK current year taxation</b>		
UK Corporation Tax	26,048	23,000
<b>Prior years</b>		
UK Corporation Tax	(1,311)	(2,893)
	<u>24,737</u>	<u>20,107</u>

**9. Tangible fixed assets**

	Fixtures & fittings	Office equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 January 1998	9,562	2,254	55,880	67,696
Additions	-	400	23,000	23,400
Disposals	-	-	(19,380)	(19,380)
At 31 December 1998	<u>9,562</u>	<u>2,654</u>	<u>59,500</u>	<u>71,716</u>
<b>Depreciation</b>				
At 1 January 1998	8,786	1,502	35,593	45,881
On disposals	-	-	(15,342)	(15,342)
Charge for the year	194	876	13,875	14,945
At 31 December 1998	<u>8,980</u>	<u>2,378</u>	<u>34,126</u>	<u>45,484</u>
<b>Net book values</b>				
At 31 December 1998	<u>582</u>	<u>276</u>	<u>25,374</u>	<u>26,232</u>
At 31 December 1997	<u>776</u>	<u>752</u>	<u>20,287</u>	<u>21,815</u>

**Pinko Limited**

**Notes to the Financial Statements  
for the year ended 31 December 1998**

..... continued

**10. Fixed Asset Investments**

	<b>Listed Investments</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1 January 1998		
At 31 December 1998	27,058	27,058
<b>Net book values</b>		
At 31 December 1998	27,058	27,058
At 31 December 1997	27,058	27,058
<b>Market value</b>	<b>£</b>	
At 31 December 1998	56,243	
At 31 December 1997	49,309	

The above investments are listed on the London Stock Exchange.

**11. Debtors**

	<b>1998 £</b>	<b>1997 £</b>
Trade debtors	-	12,860
Other debtors	18,124	38,514
	18,124	51,374

**Pinko Limited**

**Notes to the Financial Statements  
for the year ended 31 December 1998**

..... continued

<b>12. Creditors: amounts falling due within one year</b>	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Bank overdraft	75,637	-
Corporation tax	26,048	23,000
Other taxes and social security costs	16,556	8,112
Directors' accounts	275,855	468,000
Other creditors	2,000	-
Accruals and deferred income	5,081	6,041
	<u>401,177</u>	<u>505,153</u>
<b>13. Share capital</b>	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
<b>Authorised equity</b>		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid equity</b>		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>
<b>14. Reconciliation of movements in shareholders' funds</b>	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Profit for the year	79,628	74,377
Dividends	-	(70,000)
	<u>79,628</u>	<u>4,377</u>
Opening shareholders' funds	82,296	77,919
	<u>161,924</u>	<u>82,296</u>