

SECTORPRIDE LIMITED

ANNUAL REPORT

FOR THE YEAR ENDED

31 DECEMBER 1995

COOPERS & LYBRAND

*Chartered Accountants and  
Registered Auditors*

1 Embankment Place

London

WC2N 6NN



Company No. 2122887

**SECTORPRIDE LIMITED**  
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**FOR THE YEAR ENDED 31 DECEMBER 1995**

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## SECTORPRIDE LIMITED

### REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 1995

The directors are pleased to present their annual report together with the audited accounts for the year ended 31 December 1995.

#### 1 PRINCIPAL ACTIVITY

The principal activity of the company is property trading. The company is continuing to seek new trading opportunities in a difficult market.

#### 2 REVIEW OF THE BUSINESS

The results of the year are shown on page 4 of the accounts.

#### 3 DIVIDENDS

The directors do not recommend payment of any dividends for the year ended 31 December 1995 (1994: Nil).

#### 4 DIRECTORS

The directors of the company during the year were as follows:

Mr B F Mörtstedt

Mr H O T Lundqvist

Mr G Hirsch

(resigned 22 December 1995)

(appointed 30 September 1995)

The directors had no interests in the shares of the company at any time during the year.

#### 5 AUDITORS

A resolution to reappoint Coopers & Lybrand as auditors to the company will be proposed at the forthcoming annual general meeting.

#### BY ORDER OF THE BOARD



T J THOMSON  
*Secretary*

#### REGISTERED OFFICE:

65 High Street  
Harpenden  
Herts  
AL5 2SW

4 April 1996

## **SECTORPRIDE LIMITED**

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS**

Company law requires the Directors to prepare accounts 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 period. In preparing those accounts, the Directors are required to:

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

## SECTORPRIDE LIMITED

### REPORT OF THE AUDITORS TO THE MEMBERS OF SECTORPRIDE LIMITED

We have audited the accounts on pages 4 to 7.

#### **Respective Responsibilities of Directors and Auditors**

As described on page 2, the Company's Directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

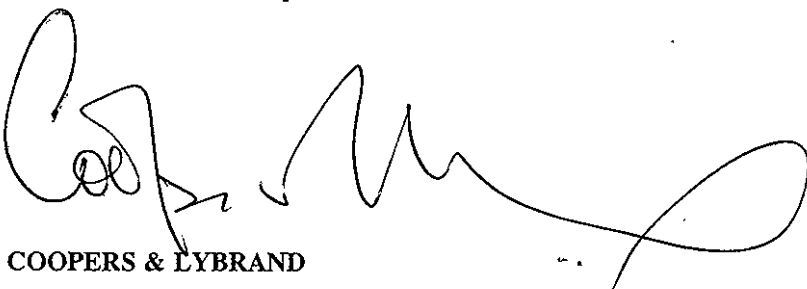
#### **Basis of Opinion**

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 preparation of information in the accounts.

#### **Opinion**

In our opinion the accounts give a true and fair view of the state of the Company's affairs as at the 31 December 1995 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



COOPERS & LYBRAND

*Chartered Accountants and  
Registered Auditors*  
LONDON

4 April 1996

**SECTORPRIDE LIMITED**

**PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 31 DECEMBER 1995**

	NOTES	1995 £	1994 £
Administrative expenses		(1,192)	(2,008)
<b>Loss on ordinary activities before taxation</b>	(2)	(1,192)	(2,008)
Tax on profit on ordinary activities	(4)	216,674	-
<b>Retained profit/(loss) for the year</b>	(7)	215,482	(2,008)

The company has no other recognised gains or losses other than those reported in the above profit and loss account.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalents.

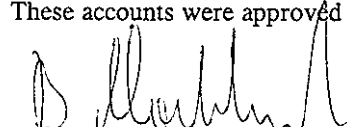
All items included in the above profit and loss account are part of continuing operations.

**SECTORPRIDE LIMITED**

**BALANCE SHEET AS AT 31 DECEMBER 1995**

	NOTES	1995 £	1994 £
<b>CREDITORS: amounts falling due within one year</b>	(5)	(552,787)	(768,269)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		(552,787)	(768,269)
<b>CAPITAL AND RESERVES</b>			
Called up share capital	(6)	2,000	2,000
Profit and loss account	(7)	(554,787)	(770,269)
<b>TOTAL SHAREHOLDERS' FUNDS</b>		(552,787)	(768,269)
		(552,787)	(768,269)

These accounts were approved by the Board of Directors on 4 April 1996 and signed on its behalf by:


**DIRECTOR**  
 Mr B F Mörtstedt

# SECTORPRIDE LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995

### 1 PRINCIPAL ACCOUNTING POLICIES

#### *Basis of preparation*

The accounts have been prepared in accordance with applicable accounting standards. The company has taken advantage of the exemption in Financial Reporting Standard No. 1 as a cash flow statement has been prepared for the group.

### 2 LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

	1995 £	1994 £
This is stated after charging:		
Auditors' remuneration	866	1,763
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### 3 DIRECTORS' EMOLUMENTS & EMPLOYEE INFORMATION

The emoluments of the directors of the company are disclosed in the financial statements of CLS Holding plc, for their services to the group as a whole. The company had no employees during the year (1994:none).

### 4 CORPORATION TAX

	1995 £	1994 £
Receipt for group relief for prior years	216,674	-
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UK corporation tax at 33% (1994 - 33%)

There is no charge for corporation tax in the year due to the loss arising.

### 5 CREDITORS: amounts falling due within one year

	1995 £	1994 £
Trade creditors	18	444
Amount due to group undertakings	551,374	765,475
Accruals and deferred income	1,395	2,350
	<hr/>	<hr/>
	552,787	768,269
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### 6 CALLED UP SHARE CAPITAL

	1995 £	1994 £
Authorised, allotted, called up and fully paid:		
Ordinary shares of £1 each	2,000	2,000
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**SECTORPRIDE LIMITED****NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995 (CONTINUED)****7 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS**

	Share Capital £	Profit and Loss account £	1995 Total £	1994 Total £
Balance at 1 January	2,000	(770,269)	(768,269)	(766,261)
Profit/(loss) for the year	-	215,482	215,482	(2,008)
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Balance at 31 December	2,000	(554,787)	(552,787)	(768,269)
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**8 CONTINGENT LIABILITIES**

In the opinion of the directors, no contingent liabilities exist.

**9 PARENT UNDERTAKING**

The directors consider that the immediate and ultimate parent undertaking is CLS Holdings plc which is registered in England and Wales. Copies of the parent's consolidated financial statements may be obtained from the secretary, CLS Holding plc, 6 Spring Gardens, Citadel Place, Tinworth St, London SE11 5EH.