

**UFA Video and Media (UK) Limited**

**Director's report and financial  
statements**

**Registered number 2218343**

**30 June 2001**



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## Director's report

The director presents his annual report and the audited financial statements of the company for the year ended 30 June 2001.

### Principal Activity

The principal activity of the company was the exploitation of video rights.

### Review of business

The company did not trade during the year and consequently made neither a profit nor a loss.

### Future prospects

The company is not expected to resume trading in the foreseeable future.

### Directors

The director who held office during the year was:

D Kooker

At the year end the director did not hold any beneficial interest in the shares of the company (2000: *£nil*).

### Auditors

Under the exemption for qualifying dormant companies in Section 250 of the Companies Act 1985, the company has not appointed auditors.

By Order of the Board



**EJP Wareham**  
*Secretary*

Bedford House  
69/79 Fulham High Street  
London  
SW6 3JW

*21st November* 2001

## **Statement of director's responsibilities**

Company law requires the director 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 and loss of the company for that period. In preparing those financial statements, the director is 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He has general responsibility for taking such steps as are reasonably open to him to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## Balance sheet

at 30 June 2001

	Note	2001 £	2000 £
<b>Current assets</b>			
Debtors	4	1,442	1,442
<b>Creditors: amounts falling due within one year</b>	5	(44,072)	(44,072)
<b>Net current liabilities</b>		(42,630)	(42,630)
<b>Net liabilities</b>		(42,630)	(42,630)
<b>Equity capital and reserves</b>			
Called up share capital	6	100	100
Profit and loss account		(42,730)	(42,730)
<b>Equity shareholders' deficit</b>	7	(42,630)	(42,630)

The company was dormant within the meaning of Section 250 of the Companies Act 1985 throughout the financial year.

These financial statements were approved by the board of directors on 24 November 2001 and were signed on its behalf by:



**D Kooker**  
 Director

The notes on pages 4 and 5 form part of these financial statements.

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material to the company's financial statements.

#### *Basis of accounting*

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

#### *Going concern*

Bertelsmann UK Limited has informed the company that it is their intention to provide such financial support as is required by the company to meet its liabilities as they fall due for payment. In view of this continued support, the directors have prepared these financial statements on a going concern basis.

#### *Royalty advances*

Advances paid to artists in respect of future royalties together with recording costs recoverable from future royalties are carried forward as an asset pending recovery through royalties earned on future video sales. When full recovery is uncertain, these costs are written down to estimated recoverable amounts.

### 2 Director's emoluments

None of the directors received any emoluments in respect of their services to the company during the year (2000: £nil).

### 3 Employees

The average number of employees during the year was nil (2000: nil), and consequently the company incurred no staff costs (2000: £nil).

### 4 Debtors

	2001 £	2000 £
Royalty advances	500	500
Amounts owed by group undertakings	942	942
	<hr/>	<hr/>
	1,442	1,442
	<hr/>	<hr/>

## Notes (continued)

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

	2001 £	2000 £
Amounts due to group undertakings	44,072	44,072

### 6 Called up share capital

	2001 £	2000 £
<i>Authorised, allotted and fully paid:</i>		
100 (2000: £100) ordinary shares of £1 each	100	100

### 7 Reconciliation of movements in equity shareholders' deficit

There was no movement in the equity shareholders' deficit during the year (2000: £nil).

### 8 Immediate and ultimate holding company

The company's immediate holding company is BMG Entertainment International UK & Ireland Limited, a company incorporated in England and Wales.

The company's holding company and ultimate controlling party is Bertelsmann AG, a company incorporated in Germany.

The largest and smallest group for which consolidated financial statements are prepared, and of which the company is a member, is as follows:

Name	Bertelsmann AG
Country of incorporation	Germany
Address from where the copies of the Group financial statements can be obtained	Carl Bertelsmann Strasse 270 33311 Gütersloh 1 Germany

### 10 Related party transactions

The company is exempt under the terms of Financial Reporting Standard 8 from disclosing related party transactions with entities that are part of the Bertelsmann AG group of companies. There are no other related party transactions.