

Company No: 2487446

TRANSYLVANIA PETS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1994



TRANSYLVANIA PETS LIMITED

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**TRANSYLVANIA PETS LIMITED**

**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31ST OCTOBER 1994**

The directors present their report and the financial statements for the year ended 31st October 1994.

**Principal Activity**

The principal activity of the Company for the year was the creation and development of characters and story lines capable of being used by the Company in the production of animated television series.

**Results and Dividends**

The results for the year are set out on page 4.

The directors do not recommend payment of a dividend.

It is proposed that the loss of £1,125 is transferred to reserves.

**Directors and their Interests**

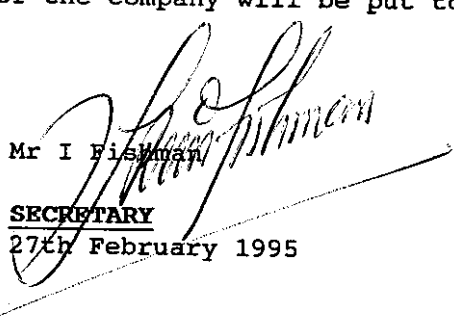
The directors during the year and their beneficial interests in shares of the company and that of the Parent Undertaking were as follows:-

	<u>Parent Undertaking</u>		<u>Company</u>	
	<u>Ordinary Shares</u>		<u>Ordinary Shares</u>	
	<u>of 5p each</u>		<u>of £1 each</u>	
	<u>31.10.94</u>	<u>01.11.93</u>	<u>31.10.94</u>	<u>01.11.93</u>
M J Powell Esq	6,045,278	6,127,778	-	-
A Barnes Esq	-	-	499	499
I Fishman Esq	33,333	33,333	-	-
Mrs V J Schrager-Powell	6,165,278	6,247,778	-	-

**Auditors**

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

**REGISTERED OFFICE**  
58/60 Berners Street  
London  
W1P 4JS

  
Mr I Fishman

**SECRETARY**  
27th February 1995

TRANSYLVANIA PETS LIMITED

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.

**TRANSYLVANIA PETS LIMITED**

**AUDITORS' REPORT**  
**TO THE SHAREHOLDERS OF TRANSYLVANIA PETS LIMITED**

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 3.

**Respective responsibilities of directors and auditors**

As described on page 2 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 of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

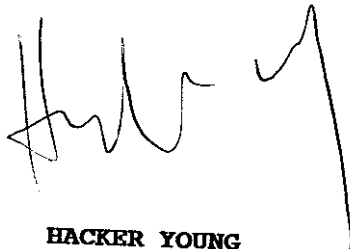
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 31st October 1994 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

168 Church Road  
Hove  
East Sussex BN3 2DL

27th February 1995

  
**HACKER YOUNG**  
REGISTERED AUDITOR  
CHARTERED ACCOUNTANTS

TRANSYLVANIA PETS LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST OCTOBER 1994

	<u>Notes</u>	<u>1994</u> <u>£</u>	<u>1993</u> <u>£</u>
<u>Turnover</u>	2	35,000	-
Administrative expenses		(36,123)	(1,535)
<u>Operating loss</u>	3	(1,123)	(1,535)
Other interest receivable and similar income		-	7
Interest payable and similar charges	4	(2)	(1)
<u>Loss on ordinary activities before and after taxation</u>		(1,125)	(1,529)

There are no recognised gains and losses other than those passing through the profit and loss account.

The notes on pages 6 to 8 form part of these financial statements.

**TRANSYLVANIA PETS LIMITED**

**BALANCE SHEET**  
**AS AT 31ST OCTOBER 1994**

	<u>Notes</u>	<u>£</u>	<u>1994</u>	<u>£</u>	<u>1993</u>	<u>£</u>
<b><u>Current Assets</u></b>						
Debtors	5	13,829		-		
Cash at bank and in hand		3,163		126		
		16,992		126		
<b><u>Creditors: amounts falling due within one year</u></b>						
	6	(42,846)		(24,855)		
<b><u>Net Current Liabilities</u></b>						
			(25,854)		(24,729)	
			(25,854)		(24,729)	
<b><u>Capital and Reserves</u></b>						
Called up share capital	7	1,000		1,000		
Profit and loss account	8	(26,854)		(25,729)		
<b><u>Shareholders' Funds</u></b>						
	9	(25,854)		(24,729)		

The financial statements were approved by the Board of Directors and signed on their behalf on the 27th February 1995 by

M Powell Esq  
Director

The notes on pages 6 to 8 form part of these financial statements.

**TRANSYLVANIA PETS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST OCTOBER 1994**

**1. ACCOUNTING POLICIES**

**1.1 Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards and include the results of the company's operations as indicated in the directors report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

**1.2 Turnover**

Turnover represents amounts receivable for services provided in the UK net of VAT and trade discounts.

**1.3 Development Expenditure**

Development expenditure is written off to the Profit and Loss Account when incurred.

**2. TURNOVER**

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

**3. OPERATING LOSS**

Operating loss is stated after charging:

Auditors' remuneration

<u>1994</u>	<u>1993</u>
<u>£</u>	<u>£</u>
500	500
<u>      </u>	<u>      </u>

**4. INTEREST PAYABLE**

On bank overdrafts

<u>1994</u>	<u>1993</u>
<u>£</u>	<u>£</u>
2	1
<u>      </u>	<u>      </u>
2	1
<u>      </u>	<u>      </u>



**TRANSYLVANIA PETS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST OCTOBER 1994**

5. <u>DEBTORS</u>	<u>1994</u> <u>£</u>	<u>1993</u> <u>£</u>
Amounts owed by group undertaking	13,829	-
	<u>13,829</u>	<u>-</u>
6. <u>CREDITORS: AMOUNTS FALLING DUE</u> <u>WITHIN ONE YEAR</u>	<u>1994</u> <u>£</u>	<u>1993</u> <u>£</u>
Trade creditors	-	13
Amounts owed to group undertaking	10,421	23,642
Taxes and social security costs	6,125	-
Accruals and deferred income	26,300	1,200
	<u>42,846</u>	<u>24,855</u>
7. <u>SHARE CAPITAL</u>	<u>1994</u> <u>£</u>	<u>1993</u> <u>£</u>
<u>Authorised</u>		
1,000 Ordinary shares of £1 each	1,000	1,000
<u>Allotted, called up and fully paid</u>		
1,000 Ordinary shares of £1 each	1,000	1,000
8. <u>PROFIT AND LOSS ACCOUNT</u>	<u>1994</u> <u>£</u>	<u>1993</u> <u>£</u>
Accumulated losses at 1st November 1993	(25,729)	(24,200)
Retained loss for the year	(1,125)	(1,529)
Accumulated losses at 31st October 1994	<u>(26,854)</u>	<u>(25,729)</u>

TRANSYLVANIA PETS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST OCTOBER 1994

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1994</u>	<u>1993</u>
	<u>£</u>	<u>£</u>
Loss for the financial year	(1,125)	(1,529)
Opening shareholders' funds	(24,729)	(23,200)
Closing shareholders' funds	<u>(25,854)</u>	<u>(24,729)</u>

10. EMPLOYEES

There were no employees during the year apart from the directors.

11. ULTIMATE PARENT COMPANY

The company is a 50.1% owned subsidiary undertaking of Sleepy Kids PLC a company incorporated in England.