

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 10 SEPTEMBER 1994

<u>CONTENTS</u>	<u>Page</u>
Directors' report	2
Accountants' report	3
Accounting policies	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 10



Company Number: 2590549

acc.94.world.fin

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

DIRECTORS REPORT

The directors present their report and the audited financial statements for the year ended 10 September 1994.

PRINCIPAL ACTIVITY

The principal activity of the company is the production and distribution of television news and related programmes.

BUSINESS REVIEW

The company has had a successful year and the directors are satisfied with the state of the company's affairs.

RESULTS AND DIVIDEND

The profit for the year after taxation was £17,956 (1993 - £20,216 loss) which has been transferred to reserves. The directors do not recommend the payment of a dividend.

FIXED ASSETS

During the year, the company purchased a freehold property. Movements in fixed assets are shown in note 5 to the accounts.

DIRECTORS AND THEIR INTEREST IN SHARES

The directors who held office during the year and their interest in the ordinary £1 shares of the company are as follows:-

	<u>Ordinary Shares of £1 each</u>	
	<u>1994</u>	<u>1993</u>
A M BOOTH	1	1
P J SIBLEY	1	1

BY ORDER OF THE BOARD

Secretary

Hollingdales

CHARTERED ACCOUNTANTS

33 Wine Street, Bristol BS1 2BQ Tel (0272) 252255 Fax (0272) 252679

**ACCOUNTANT'S REPORT TO THE SHAREHOLDERS OF
WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED**

We report on the accounts for the year ended 10 September 1994 set out on pages 4 to 10.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANT

As described on page 6 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out the procedures designed to enable us to report our opinion.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide the only assurance expressed in our opinion.

OPINION

In our opinion;

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records;
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for the exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

Hollingdales

Chartered Accountants and Registered Auditor

Bristol

30 January 1995

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements are prepared on the historical cost basis of accounting.

TANGIBLE FIXED ASSETS

Tangible fixed assets are shown at cost less accumulated depreciation.

Depreciation is charged at the following annual rates:

Freehold Property	2½ straight line.
Computers and editing equipment	33⅓ straight line.
Furniture, fittings and equipment	20½ straight line.

WORK IN PROGRESS

Work in progress is stated in the balance sheet at the lower of cost and net realisable value.

TURNOVER

Turnover represents the amounts derived from the provision of goods and services during the year, excluding value added tax.

CASHFLOW STATEMENT

The company has taken advantage of the exemption available to small companies in Financial Reporting Standard 1 and has not produced a cash flow statement.

LEASED ASSETS

In accordance with the principals of Statement of Standard Accounting Practice Number 21, assets used by the company funded by finance leases and hire purchase contracts have been capitalised. Details of the net book value of such assets are included in note 5 and of the future liabilities under such contracts in note 8. A charge is made against profit for the financing charges on such assets. Assets funded by operating leases are not capitalised, total costs being charged to the profit and loss account as hire of equipment.

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 10 SEPTEMBER 1994

	<u>Notes</u>	<u>1994</u> £	<u>1993</u> £
TURNOVER		254,011	181,914
Administrative expenses		227,570	206,407
		<hr/>	<hr/>
OPERATING PROFIT/(LOSS)	1	26,441	(24,493)
Bank interest receivable		125	41
Interest payable	3	(4,960)	(64)
		<hr/>	<hr/>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		21,606	(24,516)
Taxation	4	(3,650)	4,300
		<hr/>	<hr/>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION	11	17,956	(20,216)
		<hr/>	<hr/>

All recognised gains and losses are included in the profit and loss account.

All the company's activities are classified as continuing.

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

BALANCE SHEET
AT 10 SEPTEMBER 1994

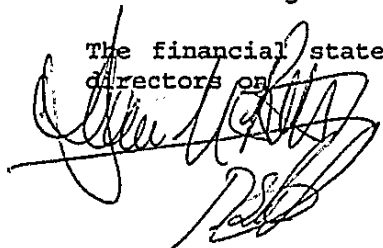
	<u>Notes</u>	<u>1994</u> £	<u>1993</u> £
FIXED ASSETS			
Tangible assets	5	162,058	1,964
CURRENT ASSETS			
Work in Progress	6	9,154	3,668
Debtors	7	107,631	10,130
Cash at bank and in hand		1,892	9,583
		118,677	23,381
CREDITORS: AMOUNTS DUE WITHIN ONE YEAR	8	157,229	33,861
NET CURRENT LIABILITIES		(38,552)	(10,480)
TOTAL ASSETS LESS CURRENT LIABILITIES		123,506	(8,516)
CREDITORS: AMOUNTS DUE AFTER MORE THAN ONE YEAR	8	114,066	-
		9,440	(8,516)
CAPITAL AND RESERVES			
Called up share capital	10	2	2
Profit and loss account	11	9,438	(8,518)
		9,440	(8,516)

The directors have taken advantage of the exemption conferred by section 249 A(2) not to have these accounts audited and confirm that no notice has been deposited under S249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that:

1. The company keeps accounting records which comply with section 221 of the Companies Act 1985, and
2. The accounts give a true and fair view of the state of affairs of the company as at 10 September 1994 and of its profit and loss for the year then ended in accordance with the requirements of S226 and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The financial statements on pages 4 to 10 were approved by the board of directors on 27 January 1995 and were signed on its behalf by:

)
) Director
)

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 10 SEPTEMBER 1994

1.	OPERATING PROFIT/(LOSS)	<u>1994</u>	<u>1993</u>
		£	£
	The operating profit/(loss) is stated after charging:		
	Auditors' remuneration	-	1,300
	Depreciation of owned assets	4,677	2,076
	Depreciation of assets held under lease agreements	3,313	-
	Hire of equipment	2,657	4,455
2.	DIRECTORS AND EMPLOYEES		
	Staff costs (including directors):	<u>1994</u>	<u>1993</u>
		£	£
	Wages and salaries	57,736	42,649
	Social security costs	3,612	4,441
		<u>61,348</u>	<u>47,090</u>
	The average number of people employed by the company was:	<u>1994</u>	<u>1993</u>
		£	£
	Directors	2	2
	Video editor	1	-
		<u>3</u>	<u>2</u>
	Directors emoluments	51,439	42,649
3.	INTEREST PAYABLE	<u>1994</u>	<u>1993</u>
		£	£
	On finance leases	2,952	-
	On bank overdraft	8	64
	On bank loan	2,000	-
		<u>4,960</u>	<u>64</u>
4.	TAXATION	<u>1994</u>	<u>1993</u>
		£	£
	UK Corporation tax on current period profit/(loss) at 25%	(3,650)	4,300

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 10 SEPTEMBER 1994 (continued)

5. TANGIBLE FIXED ASSETS

	Freehold Property £	Computer & Editing Equipment £	Furniture & Equipment £	Leased Equipment £	Total £
COST					
At 11 September 1993	-	5,388	1,593	-	6,781
Additions	46,500	-	22,188	99,396	168,084
At 10 September 1994	46,500	5,388	23,581	99,396	174,865
DEPRECIATION					
At 11 September 1993	-	4,181	636	-	4,817
Charge for the period	540	1,207	2,930	3,313	7,990
At 10 September 1994	540	5,388	3,566	3,313	12,807
NET BOOK VALUE					
At 10 September 1994	45,960	-	20,015	96,083	162,058
At 10 September 1993	-	1,207	757	-	1,964

Included in the above are the following amounts relating to leased assets: Equipment at net book value £96,083 (1993 - fnil)

6. WORK IN PROGRESS

Work done but not invoiced

1994	1993
£	£
9,154	3,668

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 1994 (continued)

7. DEBTORS	<u>1994</u>	<u>1993</u>
	£	£
Trade debtors	91,443	2,193
Other debtors	16,053	297
Prepayments	135	7,640
	<hr/>	<hr/>
	107,631	10,130
	<hr/>	<hr/>
8. CREDITORS	<u>1994</u>	<u>1993</u>
	£	£
Amounts due within one year:		
Bank loan (see note 9)	17,857	-
Property loan (see note 9)	6,667	-
Payments received on account	50,000	-
Trade creditors	33,538	24,779
Corporation tax	3,650	-
Other taxes and social security	9,410	1,339
Accruals	18,905	6,280
Directors' loan account	1,463	1,463
Finance lease	15,739	-
	<hr/>	<hr/>
	157,229	33,861
	<hr/>	<hr/>
Amounts due after one year		
Bank loan (see note 9)	67,679	-
Property loan (see note 9)	13,333	-
Finance lease	33,054	-
	<hr/>	<hr/>
	114,066	-
	<hr/>	<hr/>

The finance lease is due to be repaid within three years.

9. BORROWINGS	<u>1994</u>	<u>1993</u>
	£	£
The aggregate amount of borrowings was as follows:		
Falling due within one year		
Bank loan	17,857	-
Property loan	6,667	-
	<hr/>	<hr/>
	24,524	-
	<hr/>	<hr/>
Falling due within one to two years		
Bank loan	17,857	-
Property loan	6,667	-
	<hr/>	<hr/>
	24,524	-
	<hr/>	<hr/>

WORLD ENVIRONMENT AND DEVELOPMENT NEWS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 10 SEPTEMBER 1994 (continued)

9. BORROWINGS (continued)

Falling due within two to five years		
Bank loan	49,821	-
Property loan	6,667	-
	<hr/>	<hr/>
	56,488	-
	<hr/>	<hr/>
Aggregate amounts	105,536	-
	<hr/>	<hr/>

The property loan is repayable by twelve quarterly instalments of £1,667. No interest is charged. It is secured by a charge over the company's freehold property.

The bank loan is to be repaid by monthly instalments of £1,488. Interest is charged at 3% above the base rate. It is secured by a charge over all the company's assets.

10. CALLED UP SHARE CAPITAL	<u>1994</u>	<u>1993</u>
	£	£
Authorised:		
1,000 ordinary shares of £1 each	1,000	1,000
	<hr/>	<hr/>
Allotted, called up and fully paid:		
2 ordinary shares of £1 each	2	2
	<hr/>	<hr/>
11. RESERVES		£
At 11 September 1993		(8,518)
Profit for the year		17,956
		<hr/>
At 10 September 1994		9,438
		<hr/>