

Movitex Signs Limited
(Registered Number 2799844)

Report and Financial Statements

For the Year Ended 31 December 2001



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Movitex Signs Limited

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Movitex Signs Limited

Directors' Report

The directors present their annual report and the audited financial statements for the year ended 31 December 2001. The prior period was from 1 May 2000 to 31 December 2000.

Principal activity and review of the business

The company's principal activity up to the 1 September 2000, when the company's business and assets were sold to Admiral Signs (Hull) Ltd, was the manufacture and supply of display materials. *Since the 1st September 2000 the company has ceased to trade.*

Review of operations

The loss on ordinary activities after taxation amounts to £9,161 (2000 : £224,434 loss).

Dividends

The directors do not recommend the payment of a dividend (2000 : £nil).

Future prospects

The directors do not anticipate the company trading in the forthcoming year.

Directors and their interests

The directors who served during the period are shown below.

SP Gosling
RL Segal
HRV Hanlon
BJ Keward

The directors' interests in the share capital of the ultimate parent company, Odeon Limited, are disclosed in that company's financial statements.

Movitex Signs Limited

Directors' Report (Continued)

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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

PricewaterhouseCoopers were re-appointed auditors during 2001 and have indicated their willingness to continue in office. A resolution concerning their re-appointment will be proposed at the Annual General Meeting.

By Order of the Board



SP Gosling
Secretary

22nd May 2002

Auditors' Report to the Members of Movitex Signs Limited

We have audited the financial statements which comprise the profit and loss account, the balance sheets and related notes.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the Annual Report. As described on page 2, this includes responsibility for preparing the financial statements, in accordance with applicable United Kingdom accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the United Kingdom Companies Act. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. The other information comprises the director's report.

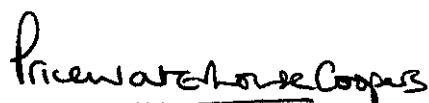
Basis of audit opinion

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 affairs of the company as at 31 December 2001 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers
Chartered Accountants and Registered Auditors
London

22 May 2002

Movitex Signs Limited

Profit and Loss Account for the Year Ended 31 December 2001

		Year ended 31 December 2001 £	Period ended 31 December 2000 £
	Note		
Turnover		-	198,975
Cost of sales	2	-	(182,415)
Gross profit		-	16,560
Administrative expenses		(8,063)	(190,918)
Operating loss	3	(8,063)	(174,358)
Loss on sale of business and assets		-	(45,958)
Interest payable and similar charges	5	(1,098)	-
Loss on ordinary activities before taxation		(9,161)	(220,316)
Taxation	12	-	4,118
Loss on ordinary activities after taxation	11	(9,161)	(216,198)

All activities derive from continuing operations.

A statement of total recognised gains and losses is not included in these accounts as there are no recognised gains or losses other than the loss for the current period and the preceding financial period.

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

Movitex Signs Limited

Balance Sheet as at 31 December 2001

	Note	31 December 2001 £	31 December 2000 £
Current assets			
Debtors	6	7,467	196,444
Cash at bank and in hand		-	43,415
		7,467	239,859
Creditors - amounts falling due within one year	7	(1,245)	(211)
Net current assets		6,222	239,648
Total assets less current liabilities		6,222	239,648
Creditors – amounts falling due after one year	8	(65,787)	(262,892)
Provisions for liabilities and charges	9	(51,848)	(79,008)
Net assets		(111,413)	(102,252)
Capital and reserves:			
Called up share capital	10	10,000	10,000
Profit and loss reserve	11	(121,413)	(112,252)
Equity shareholders deficit	17	(111,413)	(102,252)

Approved by the Board on 22nd May 2002.


SP Gosling
Director


RL Segal
Director

The notes on pages 6 to 11 form part of these accounts.

Movitex Signs Limited

Notes to the Financial Statements – 31 December 2001

1 Accounting policies

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements are prepared under the historical cost convention.

FRS18 - Accounting Policies has been adopted in the current year, but this did not require any changes in accounting policies.

Turnover

Turnover represents amounts invoiced to customers for goods and services, stated net of value added tax.

Deferred taxation

Deferred taxation is provided using the liability method for all timing differences between the results as shown by the financial statements and those computed for taxation purposes, other than those differences which are expected to continue into the foreseeable future.

Leases

Rentals paid under operating leases are charged to the profit and loss in equal amounts over the period of the lease.

2 Turnover

The company has not traded in the year (2000: £198,975)

Movitex Signs Limited

Notes to the Financial Statements – 31 December 2001

3 Operating profit

This is stated after charging:

	Year ended 31 December 2001 £	Period ended 31 December 2000 £
Amortisation of intangible assets	-	131
Depreciation of tangible fixed assets	-	2,581
Auditors' remuneration – audit services	-	5,000
Operating lease rentals:		
Land and buildings	28,500	19,000
Plant and machinery	-	1,010

4 Staff costs and directors remuneration

The directors receive no remuneration for their services to the company.

	Year ended 31 December 2001 £	Period ended 31 December 2000 £
Wages and salaries	-	79,637
Social security costs	-	8,407
Pension costs	-	3,264
	-	91,308

The average weekly number of persons employed by the company during the year was as follows:

	Year ended 31 December 2001 £	Period ended 31 December 2000 £
Office management	-	8
Production	-	6
	-	14

Movitex Signs Limited

Notes to the Financial Statements – 31 December 2001

5 Interest payable and similar charges

	Year ended 31 December 2001 £	Period ended 31 December 2000 £
Unwinding of discount on provisions	1,098	-

6 Debtors

	31 December 2001 £	31 December 2000 £
Trade debtors	-	62,803
Amounts owed by group undertakings	-	126,550
Prepayments and accrued income	7,467	7,091
	<u>7,467</u>	<u>196,444</u>

7 Creditors - amounts falling due within one year

	31 December 2001 £	31 December 2000 £
Accruals and deferred income	1,245	211

8 Creditors - amounts falling due after more than one year

	31 December 2001 £	31 December 2000 £
Amounts owed to group undertakings	65,787	262,892

Movitex Signs Limited

Notes to the Financial Statements – 31 December 2001

9 Provisions for liabilities and charges

	31 December 2001 £	31 December 2000 £
Onerous lease provision		
Opening Balance	79,008	-
Arising in the period	-	126,382
Unwinding of discount	1,098	(47,374)
Utilised in the period	(28,258)	
At 31 December	51,848	79,008

Provision has been made for the future rent / rates commitments on a warehouse which has under 2 years to run on its lease. This facility has no use or value to the business.

10 Called up share capital

	31 December 2001 £	31 December 2000 £
Authorised, allotted, called up and fully paid		
10,000 ordinary shares of £1 each	10,000	10,000

11 Profit and loss account

	Profit and loss reserves £
At 31 December 2000	(112,252)
Loss for the period	(9,161)
At 31 December 2001	(121,413)

12 Tax on profit on ordinary activities

	31 December 2001 £	31 December 2000 £
Prior year adjustment for over provision	-	4,118

Movitex Signs Limited

Notes to the Financial Statements – 31 December 2001

13 Deferred Taxation

The potential amounts of deferred tax (asset)/ liability not provided are:

	31 December 2001 £	31 December 2000 £
Losses	(2,749)	(54,648)
Capital allowances in excess of depreciation	-	3,229
	(2,749)	(51,419)

14 Operating lease commitments

	31 December 2001 £	31 December 2000 £
Land and buildings;		
Operating leases which expire:		
After more than five years	-	-
Within five years	28,500	28,500

15 Ultimate parent company and controlling party

The company is a subsidiary of Hopeart Limited, a company registered in England and Wales.

Hopeart Limited is itself a subsidiary undertaking of Associated British Cinemas Limited, a company incorporated in Great Britain and registered in England and Wales. The total share capital of the company was acquired by Odeon Limited on 17 February 2000 and that company then became the controlling party. Copies of that company's accounts are available from 54 Whitcomb Street, London WC2H 7DN.

Odeon Limited is ultimately owned and controlled by funds managed by Cinven Limited, which own shares representing 90.0% of the issued share capital.

16 Related parties

The company has taken advantage of the exemption granted under paragraph 3(c) of Financial Reporting Standard 8, Related Party Disclosures, not to disclose transactions with Group entities.

Movitex Signs Limited

Notes to the Financial Statements – 31 December 2001

17 Reconciliation of movement in shareholders' deficit

	2001 £'000
Loss for the period	(9,161)
Net reduction in shareholders' deficit	
Shareholders' deficit at 31 December 2000	(102,252)
Shareholders deficit as at 31 December 2001	(111,413)