



**CCL CORPORATE COMMUNICATION  
SERVICES LIMITED**

**Report and Financial Statements**

**31 December 1996**

**Deloitte & Touche  
Leda House  
Station Road  
Cambridge CB1 2RN**

**( - 30/10/97)**





**REPORT AND FINANCIAL STATEMENTS 1996**

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**REPORT AND FINANCIAL STATEMENTS 1996**

**OFFICERS AND PROFESSIONAL ADVISERS**

**DIRECTORS**

G Campbell  
R Lawley

**SECRETARY**

R Ashburner

**REGISTERED OFFICE**

First Floor  
Block D  
Westbrook Centre  
Milton Road  
Cambridge CB4 4YQ

**BANKERS**

Barclays Bank plc  
Chesterton Business Centre  
28 Chesterton Road  
Cambridge CB4 3AZ

**AUDITORS**

Deloitte & Touche  
Chartered Accountants  
Leda House  
Station Road  
Cambridge CB1 2RN

**DIRECTORS' REPORT**

The directors present their annual report and the audited financial statements for the year ended 31 December 1996.

**ACTIVITIES**

The company's principal activity is the purchase and rental of telephone equipment.

**REVIEW OF DEVELOPMENTS**

The company has experienced growth and increased turnover during 1996. This is expected to continue in 1997.

**DIVIDENDS AND TRANSFERS TO RESERVES**

The directors are unable to recommend the payment of a dividend. The retained profit for the year of £3,765 has been transferred to reserves.

**DIRECTORS AND THEIR INTERESTS**

The directors who served during the year are as shown below:

H R A Davenport	(resigned 31 August 1996)
G Campbell	
R Lawley	
A Lew	(resigned 19 March 1996)
J C Turner	(resigned 19 March 1996)
R J Davis	(resigned 8 December 1996)

None of the directors had interests in the issued share capital of the company at any time during the year.

**AUDITORS**

Deloitte & Touche have expressed their willingness to continue in office as auditors and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors  
and signed on behalf of the Board

Secretary

30 Dec 1997

**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 as at the end of the financial year 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;
- 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. 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.



## Chartered Accountants

Deloitte & Touche  
Leda House  
Station Road  
Cambridge CB1 2RN

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## CCL CORPORATE COMMUNICATION SERVICES LIMITED

### AUDITORS' REPORT TO THE MEMBERS

We have audited the financial statements on pages 5 to 9 which have been prepared under the accounting policies set out on page 7.

#### Respective responsibilities of directors and auditors

As described on page 3 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 31 December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Deloitte & Touche*

Chartered Accountants and  
Registered Auditors

30 October 1997


**PROFIT AND LOSS ACCOUNT**  
**Year ended 31 December 1996**

	Note	Year ended 31 December 1996 £	28 July 1994 to 31 December 1995 £
<b>TURNOVER</b>	2	13,740	5,450
Cost of sales		(8,450)	(2,405)
Gross profit		5,290	3,045
Administrative expenses		(1,525)	(9,049)
<b>OPERATING PROFIT (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	4	3,765	(6,004)
Tax on profit (loss) on ordinary activities	5	-	-
<b>PROFIT (LOSS) FOR THE FINANCIAL YEAR</b>		3,765	(6,004)
Retained loss brought forward		(6,004)	-
Retained loss carried forward		(2,239)	(6,004)

All activities derive from continuing operations.

There are no recognised gains and losses other than the profit for the current financial year and the loss for the preceding financial period. Accordingly, no statement of total recognised gains and losses is given.

There is no difference between the profit for the year and the profit on an historic cost basis.

**RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**  
**Year ended 31 December 1996**

	Year ended 31 December 1996 £	28 July 1994 to 31 December 1995 £
Profit (loss) for the financial year	3,765	(6,004)
Issue of shares	-	2
	3,765	(6,002)
Opening shareholders' funds	(6,002)	-
Closing shareholders' funds	(2,237)	(6,002)



**BALANCE SHEET**  
**31 December 1996**

	Note	1996 £	1995 £
<b>FIXED ASSETS</b>			
Tangible assets	6	32,392	26,785
<b>CURRENT ASSETS</b>			
Trade debtors		14,237	6,404
<b>CREDITORS: amounts falling due within one year</b>	7	(48,866)	(39,191)
<b>NET CURRENT LIABILITIES</b>		(34,629)	(32,787)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		(2,237)	(6,002)
<b>CAPITAL AND RESERVES</b>			
Called up share capital	8	2	2
Profit and loss account		(2,239)	(6,004)
<b>EQUITY SHAREHOLDERS' FUNDS</b>		(2,237)	(6,002)

These financial statements were approved by the Board of Directors on

Signed on behalf of the Board of Directors

Director

30 October 1997





**NOTES TO THE ACCOUNTS**  
**Year ended 31 December 1996**

**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.

**Basis of preparation of the financial statements**

The financial statements have been prepared on the going concern basis which assumes that the company will continue in operational existence for the foreseeable future.

The validity of this assumption depends on the continued support of the parent undertaking, Cambridge Cable Limited (see note 9).

**Cash flow statement**

The company's directors have taken advantage of the exemption conferred by paragraph 8c of Financial Reporting Standard 1, and have not presented a cash flow statement.

**Turnover**

Turnover comprises the value of sales (excluding VAT and similar taxes and trade discounts) and rental of telephony equipment.

**Tangible fixed assets**

Depreciation is provided at rates calculated to write down the cost of the assets to their estimated residual value by equal annual instalments over their expected useful lives as follows:

Hire equipment - shorter of useful life and lease period

**Hire of equipment**

Assets held for use under operating leases by customers are recorded as a fixed asset at cost and are depreciated over the shorter of their useful life (five years) and the lease period.

Income from operating leases is recognised on a straight line basis over the period of the lease.

**2. TURNOVER**

**Analysis by class of business**

	<b>Year ended 31 December 1996 £</b>	<b>28 July 1994 to 31 December 1995 £</b>
Rental of equipment	13,740	4,455
Sales of equipment	-	995
	<u>13,740</u>	<u>5,450</u>

**3. INFORMATION REGARDING DIRECTORS AND EMPLOYEES**

The company has no employees other than the directors.

No remuneration was paid to the directors during the year or preceding period in respect of their services to the company.


**NOTES TO THE ACCOUNTS**  
**Year ended 31 December 1996**
**4. OPERATING PROFIT (LOSS) ON ORDINARY ACTIVITIES**

Operating profit (loss) on ordinary activities is after charging:

Year ended 31 December 1996 £	28 July 1994 to 31 December 1995 £
Depreciation of tangible fixed assets	1,410

Depreciation of tangible fixed assets

The auditors' remuneration is to be paid by the ultimate parent undertaking.

**5. TAX ON PROFIT (LOSS) ON ORDINARY ACTIVITIES**

There is no tax charge for the year due to the availability of tax losses.

**6. TANGIBLE FIXED ASSETS**

	Hire equipment £
<b>Cost</b>	
At 1 January 1996	28,195
Additions	14,057
At 31 December 1996	42,252
<b>Accumulated depreciation</b>	
At 1 January 1996	1,410
Charge for the year	8,450
At 31 December 1996	9,860
<b>Net book value</b>	
At 31 December 1996	32,392
At 31 December 1995	26,785

All of the assets of the company at 31 December 1996 were held for use by customers under operating leases.

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	1996 £	1995 £
Trade creditors	-	17,688
Other creditors	2,339	954
Amounts owed to other group undertakings	46,527	20,549
	48,866	39,191



**NOTES TO THE ACCOUNTS**  
**Year ended 31 December 1996**

**8. CALLED UP SHARE CAPITAL**

	1996 £	1995 £
Authorised 1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Called up, allotted and fully paid 2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

**9. CONTINUING FINANCIAL SUPPORT**

The liabilities of the company exceed its assets. Consequently, the company is reliant upon the continuing financial support of its parent undertaking, Cambridge Cable Limited. Comcast UK Cable Partners Limited (see note 10) has issued a formal letter of support stating that it will enable Cambridge Cable Limited and subsidiaries to meet their liabilities as they fall due for a period of at least 12 months from the date of these accounts.

**10. ULTIMATE PARENT COMPANY**

The company is a subsidiary undertaking of Cambridge Cable Limited which is the immediate controlling party and is registered in England and Wales. The ultimate parent company is Comcast Corporation which is the ultimate controlling party and is registered in the USA. The largest and only group, of which the company is a member, that produces group accounts that are publicly available in the United Kingdom are for Cambridge Holding Company Limited. The principal place of business of Cambridge Holding Company Limited and Cambridge Cable Limited is First Floor, Block D, Westbrook Centre, Milton Road, Cambridge, CB4 4YQ. The consolidated accounts of Cambridge Holding Company Limited are available to the public at the above address.

**11. RELATED PARTY TRANSACTIONS**

During the year the company has entered into transactions with Cambridge Cable Limited. The company is exempt from disclosing these transactions as group accounts for Cambridge Holding Company Limited are publicly available.