

Company number:- 3068532

**QUADRIS SPORTS MANAGEMENT LIMITED**

**FINANCIAL STATEMENTS**

**AS AT 31ST DECEMBER 1995**

**Edwards & Co.**  
Chartered Accountants  
Mitre House  
177 Regent Street  
London W1R 8LA

**Registered Office**  
Bell House  
175 Regent Street  
London W1R 7FB

12369-95



## QUADRI SPORTS MANAGEMENT LIMITED

### DIRECTORS REPORT

The Directors submit their report and the audited financial statements for the period ended 31st December 1995.

#### ACTIVITIES

The company was incorporated on the 15th June 1995 in England.

The principal activity of the company is the provision of administrative support services.

#### STATE OF AFFAIRS AND FUTURE DEVELOPMENT

The state of the company's affairs is as set out on page 5 of the financial statements. The directors expect the present level of activity to increase in the foreseeable future.

#### DIRECTORS AND SECRETARY

The directors who served during the period were:

	<u>Appointed</u>
R Bolli	15.06.95
A Breuer	15.06.95
F Castellazzi	15.06.95
M W Denton	15.06.95

The directors had no interest in the share capital of the company as defined by the Companies Act 1985.

The Company Secretary who served during the period was Quadris Corporate Services.

#### DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare accounts 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 the accounts, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 the reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts 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.

**QUADRI SPORTS MANAGEMENT LIMITED**

**DIRECTORS REPORT**

**RESULTS AND DIVIDENDS**

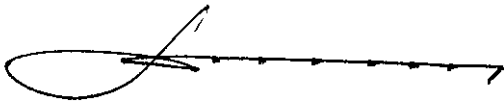
The company's result for the period was a loss after taxation of £ 1,681.

The directors do not recommend the payment of a dividend.

**AUDITORS**

Messrs. Edwards & Co. have expressed their willingness to continue in office in accordance with Section 384(1) of the Companies Act 1985 and a resolution proposing their re-appointment will be presented at the Annual General Meeting.

**FOR AND ON BEHALF OF THE BOARD**

A handwritten signature in black ink, consisting of a large loop followed by a series of small, connected loops, ending in a horizontal line.

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**Director**

Alexander Breuer



LONDON

ISLE OF MAN

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Telephone 0171 734 4100

Facsimile UK Division 0171 287 3896 Facsimile International Division 0171 437 9509

E-mail edwards@edslne.demon.co.uk

## REPORT OF THE AUDITORS

### TO THE MEMBERS OF

### QUADRI SPORTS MANAGEMENT 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 6.

### RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements by the directors in the preparation of the accounts, 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 accounts 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 accounts.

### OPINION

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 1995 and of its results for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

*Edwards & Co.*

### EDWARDS & CO.

Chartered Accountants  
Registered Auditors

Date ...1...7...96.

PARTNERS • A SARIKHANI B.Sc. F.C.A. • A BISCHOFF B.A. A.C.A. • P ECKERSLEY B.Sc. A.C.A. • D F LAVIN • G P LEASK A.C.A. A.T.I.I. T.E.P. • G C W MACRAE LL.B. A.C.A.  
D A MANSER B.A.(Econ.) • P MAURICE A.C.A. A.T.I.I. • M WICKERS LL.B. A.C.A.

*Registered to carry on audit work and authorised to carry on investment business by the Institute of Chartered Accountants in England and Wales. Also trading as Bentinck & Co.*

**QUADRIS SPORTS MANAGEMENT LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 31ST DECEMBER 1995**

	Notes	1995 £
Turnover	2	1,250
Cost of sales		-
Gross profit		----- 1,250
Administrative expenses		( 2,931)
Operating loss	3	----- ( 1,681)
Taxation	5	-
Retained loss for the period		----- <b>£ ( 1,681)</b> =====

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the above financial period.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profit or loss for the above financial period.

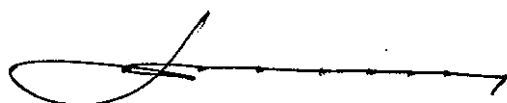
**The attached notes form part of these financial statements.**

QUADRIS SPORTS MANAGEMENT LIMITED

BALANCE SHEET

AS AT 31ST DECEMBER 1995

	Notes	1995 £
<b>FIXED ASSETS</b>		
Investments	6	10 -----
<b>CURRENT ASSETS</b>		
Debtors	7	3,157 -----
<b>CREDITORS:</b> Amounts falling due within one year	8	( 4,748) -----
<b>NET CURRENT LIABILITIES</b>		( 1,591) -----
<b>TOTAL NET LIABILITIES</b>		£ ( 1,581) =====
<b>CAPITAL AND RESERVES</b>		
Called up share capital	9	100
Profit and loss account		( 1,681) -----
<b>Shareholders Funds</b>	10	£ ( 1,581) =====



Director

Alexander Breuer

Date 1st July 1996

The attached notes form part of these financial statements.

**QUADRI SPORTS MANAGEMENT LIMITED**

**NOTES TO THE ACCOUNTS**

**AS AT 31ST DECEMBER 1995**

**1. ACCOUNTING POLICIES**

**a. Accounting Convention**

The financial statements have been prepared in accordance with the historical cost convention and in accordance with applicable accounting standards.

**b. Cash Flow**

The financial statements do not include a cash flow statement because the company as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

**c. Foreign Currencies**

The company's accounting records are maintained in Pounds Sterling.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Monetary assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

**d. Going Concern**

The financial statements have been prepared on a going concern basis. This is considered appropriate as the shareholders will continue to provide financial support to the company for the foreseeable future.

**2. TURNOVER**

Turnover represents amounts invoiced to customers in respect of goods and services supplied net of value added tax.

**3. OPERATING LOSS**

	<b>1995</b>
	<b>£</b>
This is stated after charging/(crediting):-	
Formation expenses	779
Auditors remuneration	450
Unrealised exchange gain	( 26)
	=====

**QUADRI SPORTS MANAGEMENT LIMITED**

**NOTES TO THE ACCOUNTS**

**AS AT 31ST DECEMBER 1995**

**4. DIRECTORS AND EMPLOYEES**

The directors were the only employees during the period. The directors received no emoluments from the company during the period.

**5. TAXATION**

Due to the losses incurred in the period, no provision has been made for UK corporation tax.

**6. INVESTMENTS**

The investments represent a 5% share in the following Partnerships:-

IMC Group	5
BMC Group	5
	-----
	10
	=====

**7. DEBTORS**

**1995**  
**£**

Trade debtors	2,276
Prepayments	881
	-----
	<b>£ 3,157</b>
	=====

**8. CREDITORS: Amounts falling due within one year:-**

**1995**  
**£**

Amounts due to Group company	2,627
Other creditors	821
Accruals and deferred income	1,300
	-----
	<b>£ 4,748</b>
	=====

**9. SHARE CAPITAL**

Authorised share capital of the company comprises 100,000 shares at £1 each, of which 100 have been issued and are fully paid.



**QUADRI SPORTS MANAGEMENT LIMITED**

**NOTES TO THE ACCOUNTS**

**AS AT 31ST DECEMBER 1995**

**10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS**

	<b>1995</b>
	<b>£</b>
Loss for the financial period after tax	( 1,681)
Dividends	-
	-----
Reduction in shareholders funds	( 1,681)
Issue of share capital	100
	-----
<b>Closing shareholders funds at 31.12.95</b>	<b>£ ( 1,581)</b>
	=====

**11. CAPITAL COMMITMENTS**

There were no major capital commitments at the balance sheet date.

**12. CONTINGENT LIABILITIES**

There were no major contingent liabilities at the balance sheet date.

**12. ULTIMATE HOLDING COMPANY**

The Directors consider the ultimate holding company to be Quadris AG, a company incorporated in Switzerland.