

Chrysalis TV and Film (Overseas) Limited

Directors' report and financial statements

31 August 1997

Registered number 3203247



Chrysalis TV and Film (Overseas) Limited

Directors' report and financial statements

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Chrysalis TV and Film (Overseas) Limited

Directors' report

The directors present their report and the audited financial statements for the 465 day period ended 31 August 1997.

Incorporation

The company was incorporated on 24 May 1996.

Principal activity and future developments

The company's principal activity is the distribution and marketing of television programmes. The directors do not see a change in these activities in the foreseeable future.

Results and dividends

The profit for the period and transfer to reserves are set out in the profit and loss account on page 5.

The directors do not recommend the payment of a dividend for the period under review.

Directors

The directors who held office during the period were as follows:

Instant Companies Limited	(appointed 24 May 1996; resigned 1 July 1996)
Swift Incorporations Limited	(appointed 24 May 1996; resigned 1 July 1996)
CN Spurgeon	(appointed 1 July 1996)
MJ Pilsworth	(appointed 1 July 1996)
NRA Butterfield	(appointed 1 July 1996)

None of the directors who held office at the end of the financial period had any disclosable interest in the shares of the company.

According to the register of directors' interests, no rights to subscribe for shares in or debentures of the company were granted to any of the directors or their immediate families, or exercised by them, during the financial period.

Chrysalis TV and Film (Overseas) Limited

Directors' report

Directors

At 31 August 1997, MJ Pilsworth and NRA Butterfield were also directors of the ultimate parent company, Chrysalis Group plc, and their share interests are stated in the directors' report of that company.

At 31 August 1997, CN Spurgeon had options to acquire 10,000 ordinary shares of 10p each in Chrysalis Group plc, the ultimate parent company.

By order of the Board


CR Potterell
Secretary

The Chrysalis Building
Bramley Road
London
W10 6SP

Chrysalis TV and Film (Overseas) 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;
- 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



Audit Plc

PO Box 695
8 Salisbury Square
London
EC4Y 8BB

Auditor's report to the members of Chrysalis TV and Film (Overseas) Limited

We have audited the financial statements on pages 5 to 11.

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 August 1997 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc

KPMG Audit Plc
Chartered Accountants
Registered Auditor

20 February 1998

Chrysalis TV and Film (Overseas) Limited

Profit and loss account for the period ended 31 August 1997

	<i>Note</i>	465 days ended 31 August 1997 £
Turnover		
Cost of sales	1,2	1,193,491 (739,162)
Gross profit		
Administrative expenses		454,329 (116,146)
Operating profit		
Interest payable and similar charges	4	338,183 (87)
Profit on ordinary activities before taxation	2-5	338,096
Tax on profit on ordinary activities	6	(57,479)
Profit for the financial year		280,617

Amounts relating to turnover and operating profit in the period derive from continuing activities.

The notes on pages 8 to 11 form part of these financial statements.

Chrysalis TV and Film (Overseas) Limited

Statement of total recognised gains and losses *for the period ended 31 August 1997*

There were no recognised gains or losses other than the accumulated profit for the period.

Reconciliation of movements in shareholders' funds *for the period ended 31 August 1997*

	1997 £
Profit accumulated during the period	280,617
Share capital issued during the period	2
	<hr/>
Shareholders' funds carried forward	280,619
	<hr/>

Chrysalis TV and Film (Overseas) Limited

Balance sheet at 31 August 1997

	<i>Note</i>	1997 £
Current assets		
Debtors	7	1,048,692
Cash at bank and in hand		113,897
		<hr/>
		1,162,589
Creditors: amounts falling due within one year	8	(881,970)
		<hr/>
Net current assets		280,619
		<hr/>
Net assets		280,619
		<hr/>
Capital and reserves		
Called up share capital	9	2
Profit and loss account		280,617
		<hr/>
Shareholders' funds - equity		280,619
		<hr/>

These financial statements were approved by the board of directors on 16 February 1998 and were signed on its behalf by:

CN Spurgeon
Director



The notes on pages 8 to 11 form part of these financial statements.

Chrysalis TV and Film (Overseas) Limited

Notes

(forming part of the financial statements)

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards. The following policies have been consistently applied:

Turnover

Turnover represents sales to customers at invoiced amounts less value added tax.

Royalties

Royalties payable on distribution of programmes are accounted for on a received basis.

Taxation

The charge for taxation is based on the profit for the period and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

2 Analysis of turnover by market

	465 days ended 31 August 1997 £
United Kingdom	97,840
Rest of the world	1,095,651
	<hr/>
	1,193,491
	<hr/>

Chrysalis TV and Film (Overseas) Limited

Notes (continued)

3 Loss on ordinary activities before taxation

465 days
ended
31 August
1997
£

*Loss on ordinary activities before taxation
is stated after charging*

Auditors' remuneration:

Audit

1,400

Foreign exchange differences

10,041

4 Interest payable and similar charges

465 days
ended
31 August
1997
£

Interest payable to group undertakings

83

Amounts payable on bank loans and overdraft

4

87

5 Directors and employees remuneration

The directors received no remuneration from the company for services during the period. The company did not have any other employees and as a result incurred no staff costs.

Chrysalis TV and Film (Overseas) Limited

Notes (continued)

6 Taxation

465 days
ended
31 August
1997
£

Overseas taxation	57,479
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7 Debtors

1997
£

Trade debtors	1,043,702
Amounts owed by fellow subsidiary undertakings	500
Other debtors	4,490
	<hr/> 1,048,692 <hr/>

8 Creditors: amounts falling due within one year

1997
£

Trade creditors	124,665
Amounts owed to parent undertaking	583,770
Accruals and deferred income	173,509
Other creditors	26
	<hr/> 881,970 <hr/>

Chrysalis TV and Film (Overseas) Limited

Notes (continued)

9 Share capital

<i>Equity</i>	1997 £
<i>Authorised</i>	
Ordinary shares of £1 each	1,000
	<hr/>
<i>Allotted, called up and fully paid</i>	
Ordinary shares of £1 each	2
	<hr/>

10 Cash flow statement

The company is exempt from the requirement of Financial Reporting Standard No 1 (revised 1996) to prepare a cash flow statement on the grounds that its parent undertaking, Chrysalis Group plc, includes the company in its own published consolidated financial statements.

11 Related party transactions

As the company is a wholly owned subsidiary of Chrysalis Group plc, the company has taken advantage of the exemption contained in FRS8 and has therefore no disclosed transactions or balances with entities which form part of the group. The consolidated statements of Chrysalis Group plc, within which the company is included, can be obtained from the address given in note 12. There were no other related party transactions.

12 Ultimate parent company

The ultimate parent company is Chrysalis Group plc, which is registered in England and Wales, for which consolidated accounts are prepared. The consolidated accounts of that company may be obtained from The Secretary, Chrysalis Group plc, The Chrysalis Building, Bramley Road, London W10 6SP.