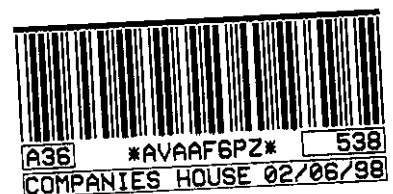


**IK FOUNDATION & COMPANY LTD**  
(a company limited by guarantee)

Company No: 3293294

**DIRECTORS' REPORT**  
**AND**  
**FINANCIAL STATEMENTS**

**Period ended 31 December 1997**



# **IK FOUNDATION & COMPANY LTD**

**Period ended 31 December 1997**

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# **IK FOUNDATION & COMPANY LTD**

## **Company Information**

<b>Company number</b>	3293294
<b>Directors</b>	Mr L Hansen Mr C-F Mannerstråle Ms L Svensson
<b>Secretary</b>	Goodwille Corporate Services Limited
<b>Registered office</b>	29 Abingdon Road London W8 6AH

# IK FOUNDATION & COMPANY LTD

## Directors' Report

The directors present their first annual report and financial statements for the period ended 31 December 1997.

### Incorporation and acquisition of subsidiary

The company, which is limited by guarantee, was incorporated on 11 December 1996. On 31 December 1996, it acquired the entire share capital of I K Congrego AB, a charitable holding company registered in Sweden.

### Principal activities

The company is non-profit making, its main object being "to act for the purpose of the community in general". It is intended that the company's principal activity shall be the dissemination of information on environmental issues and that this shall be financed by fundraising. However, during the period under review there was no income and all expenses were met by indirect subsidiaries. (With reference to the use of the word 'Foundation' in the company's name, the directors have given an undertaking to the Registrar of Companies that the company will register as a charity upon, or subject to, commencement of activities in the UK.)

### Directors and their interests

The directors are guarantors of the company to the extent of £1 each.

### Taxation status

The company is a close company for tax purposes.

### Auditors

As stated on the balance sheet, the company is exempt from the statutory audit requirements of the *Companies Act 1995* and, accordingly, no auditor has been appointed.

### Disclosure exemption

The directors have relied on special exemptions available to small companies on the grounds that the company is a small company by virtue of *S.247* of the *Companies Act 1985*.

### Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit and loss 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 standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 maintaining 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 *Company's Acts 1985* and *1989*. 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.

By order of the board on



**L Hansen**  
Director

# IK FOUNDATION & COMPANY LTD

## Income and Expenditure Account

	Note	General fund £	Restricted fund £
Operating surplus		-	-
Other operating income	2	-	15,198
Retained surplus for the year and balance carried forward		<u>-</u>	<u>15,198</u>

There are no recognised gains or losses other than those recognised in the income and expenditure account.

The notes on page 6 form an integral part of these financial statements.

# IK FOUNDATION & COMPANY LTD

## Balance Sheet at 31 December 1997

	Note	£
<b>Fixed assets</b>		
Investments	1(b), 3	15,198
		<u>15,198</u>
<b>Capital and reserves</b>		
Restricted fund	4	15,198
Shareholder's funds		<u>15,198</u>

### Exemption from audit

The directors confirm that:

(a) the company is entitled to exemption under *S.249A(1)* of the *Companies Act 1985* from the requirement to have its financial statements audited; and that

(b) no notice has been deposited under *S.249B(2)* by holders of 10% or more of the company's shares, and acknowledge their responsibilities for:

(a) ensuring that the company keeps accounting records which comply with *S.221* of the Act; and

(b) preparing accounts which give a true and fair view of the state of affairs of the company as at the period-end date above and of its profit or loss for the year in accordance with the requirements of *S.226* of the Act and which otherwise comply with the requirements of the Act, so far as applicable to the company.

### Reduced disclosure

The directors have taken advantage in the preparation of the financial statements of the special provisions of *Part IV* of the *Companies Act 1985* relating to small companies.

Signed on behalf of the Board:

  
L Hansen

The notes on page 6 form an integral part of these financial statements.

# IK FOUNDATION & COMPANY LTD

## Notes to the Financial Statements

*Period ended 31 December 1997*

### 1 Accounting policies

#### (a) Basis of preparation

The accounts have been prepared in accordance with applicable accounting standards under the historical cost convention. Since the company's objects are exclusively non-profit making, the presentation is in accordance with the Statement of Recommended Practice entitled "Accounting for Charities", where applicable.

#### (b) Fixed asset investments

Fixed asset investments in unquoted companies are valued by the directors as the net asset value at the balance sheet date.

### 2 Other operating income

	£
Surplus arising on acquisition of subsidiary	13,590
Surplus on revaluation of subsidiary	<u>1,608</u>
	<u>15,198</u>

The surplus arising on acquisition represents the excess of the directors' valuation of the investment over the cost of acquisition (nil), and the surplus on revaluation represents the subsidiary's consolidated net surplus in the subsequent period to the balance sheet date.

### 3 Fixed asset investments

On 31 December 1996 the company acquired 100 shares of 1,000 Swedish kronor each, representing the entire share capital, in IK Congrego AB, a company registered in Sweden, for nil consideration. The valuation in the balance sheet represents the directors' valuation at fair value in accordance with accounting policies set out in Note 1.

### 4 Capital and reserves

The company is limited by guarantee and has no share capital. The company's Memorandum of Association restricts the liability of each guarantor to £1, the current guarantors being the three directors.

The restricted fund consists entirely of the surplus of the valuation of the investment in the IK Congrego AB at the balance sheet date less the cost of acquisition (nil) arising on acquisition of the entire share capital of that company by way of gift. This sum may only be applied in arriving at the surplus or deficit on any future disposal, or part-disposal, of this investment.

### 5 Commitments

At the balance sheet date the company had no capital commitments.

### 6 Related parties

The shareholding in IK Congrego AB (*Note 3*) was acquired from Stiftelsen IK Foundation, a Swedish charitable foundation controlled by the guarantors of IK Foundation & Company Ltd.

### 7 Control

The company was under the control of the three directors throughout the period.