
STACOURT LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005

Companies House copy



RAWLINSON & HUNTER

Chartered Accountants
Eagle House 110 Jermyn Street London SW1Y 6RH

STACOURT LIMITED

COMPANY INFORMATION

DIRECTORS

B T S Michel
A Thomas

SECRETARY

M W Douglas and Company Limited

COMPANY NUMBER

04507516

REGISTERED OFFICE

Greytown House
221 - 227 High Street
Orpington
Kent
BR6 0NZ

AUDITORS

Rawlinson & Hunter
Chartered Accountants & Registered Auditor
Eagle House
110 Jermyn Street
London
SW1Y 6RH

STACOURT LIMITED

CONTENTS

	Page
Directors' report	1
Independent auditors' report	2 - 3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 10

STACOURT LIMITED

DIRECTORS' REPORT For the year ended 31 December 2005

The directors present their report and the financial statements for the year ended 31 December 2005.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- 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 that disclose with reasonable accuracy at any time the financial position of the company and 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.

In determining how amounts are presented within items in the profit and loss account and balance sheet, the directors have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS

The principal activity of the company is the commercial exploitation of television rights.

The results for the year and the current state of the affairs of the company are in line with the directors' expectations. The directors anticipate that the company will continue to grow over the coming year.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £1,333,241 (2004 - £739,584).

An interim dividend of £526,279 (2004 - £300,100) was paid during the year, representing £5,263 (2004 - £3,001) per ordinary share.

The directors do not recommend the payment of final dividend.

DIRECTORS

The directors who served during the year were:

B T S Michel
A Thomas

AUDITORS

Websters resigned during the year and Rawlinson & Hunter were appointed in their stead. The auditors will be deemed to be appointed in accordance with Section 386 of the Companies Act.

This report was approved by the board on 14/12/05 and signed on its behalf.

Director



STACOURT LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF STACOURT LIMITED

We have audited the financial statements of Stacourt Limited for the year ended 31 December 2005 set out on pages 4 to 10. These financial statements have been prepared in accordance with the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 Companies Act 1985. 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 other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments 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.

STACOURT LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF STACOURT LIMITED

OPINION

In our opinion the financial statements:

- ☐ give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005 and of its profit for the year then ended; and
- ☐ have been properly prepared in accordance with the Companies Act 1985.



Chartered Accountants & Registered Auditor

Eagle House
110 Jermyn Street
London
SW1Y 6RH

Date: 20/10/06

STACOURT LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31 December 2005

	Note	2005 £	2004 £
TURNOVER	1,2	5,884,693	4,577,360
Cost of sales		(3,960,527)	(3,224,598)
GROSS PROFIT		1,924,166	1,352,762
Administrative expenses		(145,513)	(26,614)
OPERATING PROFIT	3	1,778,653	1,326,148
Interest receivable		17,971	4,348
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,796,624	1,330,496
TAX ON PROFIT ON ORDINARY ACTIVITIES	5	(463,383)	(590,912)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	9	1,333,241	739,584

All amounts relate to continuing operations.

There were no recognised gains and losses for 2005 or 2004 other than those included in the profit and loss account.


The notes on pages 6 to 10 form part of these financial statements.

STACOURT LIMITED

BALANCE SHEET
As at 31 December 2005

	Note	2005 £	2004 £
CURRENT ASSETS			
Debtors	6	545,880	781,090
Cash at bank		4,778,982	1,434,792
		<u>5,324,862</u>	<u>2,215,882</u>
CREDITORS: amounts falling due within one year	7	<u>(3,702,985)</u>	<u>(1,400,967)</u>
NET CURRENT ASSETS		<u>1,621,877</u>	<u>814,915</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,621,877</u>	<u>814,915</u>
CAPITAL AND RESERVES			
Called up share capital	8	100	100
Profit and loss account	9	1,621,777	814,815
SHAREHOLDERS' FUNDS - All equity	10	<u>1,621,877</u>	<u>814,915</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

19/10/06
Director 

The notes on pages 6 to 10 form part of these financial statements.

STACOURT LIMITED

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2005

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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

1.2 CASH FLOW

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.3 TURNOVER

Turnover comprises the invoiced value of services supplied by the company, exclusive of Value Added Tax.

1.4 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.5 FOREIGN CURRENCIES

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

2. TURNOVER

The whole of the turnover is attributable to the principal activity of the company.

All turnover arose within the European Union excluding the United Kingdom.

STACOURT LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2005

3. OPERATING PROFIT

The operating profit is stated after charging:

	2005	2004
	£	£
Auditors' remuneration	3,500	2,500
Difference on foreign exchange	125,612	1,285
	<u>129,112</u>	<u>3,785</u>

During the year, no director received any emoluments (2004 - £NIL).

4. STAFF COSTS

The company has no employees other than the directors.

STACOURT LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2005

5. TAXATION

	2005 £	2004 £
ANALYSIS OF TAX CHARGE IN THE YEAR		
UK corporation tax charge on profits of the year	5,391	-
Adjustments in respect of prior periods	(130,056)	-
Foreign tax charge on profit for the year	588,048	590,912
TOTAL CURRENT TAX	<u>463,383</u>	<u>590,912</u>
TAX ON PROFIT ON ORDINARY ACTIVITIES	<u>463,383</u>	<u>590,912</u>

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The tax assessed for the year is higher than the standard rate of corporation tax in the UK (30%). The differences are explained below:

	2005 £	2004 £
Profit on ordinary activities before tax	<u>1,796,624</u>	<u>1,330,496</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (2004 - 30%)	538,987	399,149
EFFECTS OF:		
Unrelieved foreign tax arising in the year	54,452	-
Irrecoverable withholding tax	-	191,763
Adjustments to tax charge in respect of prior periods	(130,056)	-
CURRENT TAX CHARGE FOR THE YEAR (see note above)	<u>463,383</u>	<u>590,912</u>

FACTORS THAT MAY AFFECT FUTURE TAX CHANGES

Overseas withholdings taxes may continue to affect future tax charges.

6. DEBTORS

	2005 £	2004 £
Trade debtors	174,016	248,538
Other debtors	371,364	532,197
Prepayments and accrued income	500	355
	<u>545,880</u>	<u>781,090</u>

STACOURT LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2005

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

	2005 £	2004 £
Trade creditors	4,406	7,990
Corporation tax	5,391	-
Accruals and deferred income	3,693,188	1,392,977
	<u>3,702,985</u>	<u>1,400,967</u>

8. SHARE CAPITAL

	2005 £	2004 £
AUTHORISED		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
ALLOTTED, CALLED UP AND FULLY PAID		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

9. RESERVES

	Profit and loss account £
At 1 January 2005	814,815
Profit retained for the year	1,333,241
Dividends: Equity capital	(526,279)
At 31 December 2005	<u>1,621,777</u>

10. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2005 £	2004 £
Opening shareholders' funds	814,915	375,431
Profit for the year	1,333,241	739,584
Dividends	(526,279)	(300,100)
Closing shareholders' funds	<u>1,621,877</u>	<u>814,915</u>

STACOURT LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2005

11. DIVIDENDS

	2005	2004
	£	£
Dividends paid £5,262 (2004 - £3,001 per ordinary share)	526,279	300,100

12. RELATED PARTY TRANSACTIONS

During the year the company paid consultancy fees totalling £2,091,908 (2004 - £1,491,278) to the parent undertaking Formula FB Business Limited. At 31 December 2005, the company were owed £nil (2004 - 526,279) by Formula FB Business Limited.

13. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The directors consider that the ultimate parent undertaking and controlling party is Formula FB Business Limited, a company incorporated in the British Virgin Islands.

The ultimate controlling party is the FB Trust.