

SPORTS DIVISION LIMITED

FINANCIAL STATEMENTS

31st January 1996

Registered number: SC144753

ROBERT J HART & COMPANY

CHARTERED ACCOUNTANTS

Irvine

Dr



SPORTS DIVISION LIMITED

FINANCIAL STATEMENTS

for the period ended 31st January 1996

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SPORTS DIVISION LIMITED

COMPANY INFORMATION

31st January 1996

Incorporated in Great Britain on 4th June 1993

Number SC144753

CHAIRMAN

T B Hunter

OTHER DIRECTORS

T C Hunter

SECRETARY

T C Hunter

REGISTERED OFFICE

9 Kilwinning Road
Irvine

AUDITORS

Robert J Hart & Company
Chartered Accountants
9 Kilwinning Road
Irvine

SPORTS DIVISION LIMITED

DIRECTORS' REPORT

31st January 1996

The directors present their report and the audited financial statements for the period ended 31st January 1996.

Principal activity

The company has been dormant throughout the period, there has been no income or expenditure and therefore no change in the company's position. Any expenses have been met by the directors personally.

The company commenced trading on 1st April 1996.

Directors

The directors of the company during the period and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	31st January 1996 Ordinary shares	1st July 1995 Ordinary shares
T B Hunter	1	1
T C Hunter	1	1

Auditors

Robert J Hart & Company have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

On behalf of the board

T C Hunter
Secretary

9 Kilwinning Road
Irvine

14th November 1996



SPORTS DIVISION LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law 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 or loss of the company for that period. In preparing those financial statements we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

- keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company;
- ensuring that the financial statements comply with the Companies Act 1985;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board



T B Hunter
Chairman

14th November 1996

SPORTS DIVISION LIMITED**AUDITORS' REPORT****Auditors' report to the members of****Sports Division Limited**

We have audited the financial statements on pages 5 and 6 which have been prepared under the accounting policies set out on page 6.

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.

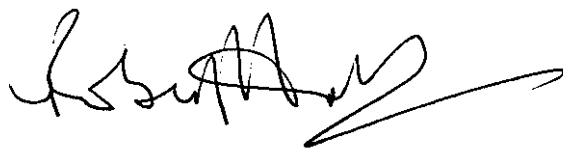
Basis of opinion

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 error or other irregularity. 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 31st January 1996 and of its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Robert J Hart & Company
Registered Auditors
Chartered Accountants

Irvine

15th November 1996

SPORTS DIVISION LIMITED

BALANCE SHEET

at 31st January 1996

	Note	£	1996	£	1995	£
Current assets						
Cash at bank and in hand			<u>2</u>		<u>2</u>	
Net current assets			<u>2</u>		<u>2</u>	
Total assets less current liabilities			<u>2</u>		<u>2</u>	
Capital and reserves						
Called up share capital	2		<u>2</u>		<u>2</u>	
Total shareholders' funds			<u>2</u>		<u>2</u>	

The directors have taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 5 and 6 were approved by the board of directors on 14th November 1996.

T B Hunter
Chairman

SPORTS DIVISION LIMITED

NOTES ON FINANCIAL STATEMENTS

31st January 1996

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Equity shares				
Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Allotted called up and fully paid				
Equity shares				
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>