

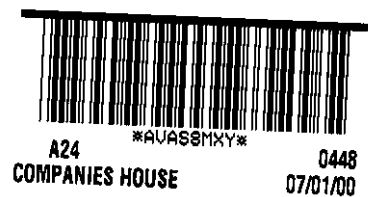
**REGISTRAR OF
COMPANIES**

R N I D Activities Limited

Report and Financial Statements

Year Ended

31 March 1999



BDO

BDO Stoy Hayward
Chartered Accountants

R N I D ACTIVITIES LIMITED

Annual report and financial statements for the year ended 31 March 1999

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Directors

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Directors

J Wilmot
P C De Rivaz
A Gosschalk

Secretary and registered office

P C De Rivaz, 19-23 Featherstone Street, London, EC1Y 8SL.

Company number

913439

Auditors

BDO Stoy Hayward, 8 Baker Street, London, W1M 1DA.

R N I D ACTIVITIES LIMITED

Report of the directors for the year ended 31 March 1999

The directors present their report together with the audited financial statements for the year ended 31 March 1999.

Results and dividends

The profit and loss account is set out on page 4 and shows the profit for the year.

The directors do not recommend the payment of a dividend.

Principal activities, trading review and future developments

The principal activity of the company during the year was the publishing and sale of Christmas cards.

Turnover increased in the year to £46,080 and the company has reported a profit for the year. The directors are satisfied with the result for the year and view the future with optimism.

There have been no events since the balance sheet date that materially affect the position of the company.

Year 2000

The directors have assessed the risks to the business resulting from the date change to the Year 2000 and have taken action which they consider appropriate in the context of the company's activities.

Directors

The directors of the company during the year were:

J Wilmot
P C De Rivaz
A Gosschalk

No director had any beneficial interest in the shares of the company.

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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

R N I D ACTIVITIES LIMITED

Report of the directors for the year ended 31 March 1999 (*Continued*)

Directors' responsibilities (*Continued*)

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 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.

Auditors

BDO Stoy Hayward have expressed their willingness to continue in office and a resolution to reappoint them will be proposed at the annual general meeting.

By order of the Board

P C De Rivaz



Secretary

5 August 1999

R N I D ACTIVITIES LIMITED

Report of the auditors

To the shareholders of R N I D Activities Limited

We have audited the financial statements on pages 4 to 7 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on pages 1 and 2 the company's directors are responsible for the preparation of the 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.

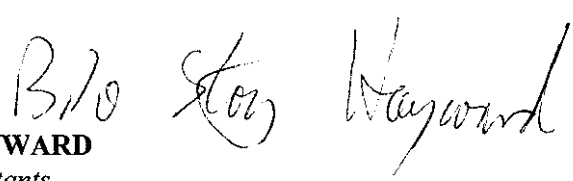
Basis of opinion

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 March 1999 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


BDO STOY HAYWARD
*Chartered Accountants
and Registered Auditors*
London

5 August 1999

R N I D ACTIVITIES LIMITED

Profit and loss account for the year ended 31 March 1999

	Note	1999 £	1998 £
Turnover		46,080	17,813
Cost of sales		30,142	6,804
		<hr/>	<hr/>
Gross profit		15,938	11,009
Administrative expenses		2,028	1,608
		<hr/>	<hr/>
Operating profit	2	13,910	9,401
Covenant to RNID	3	(13,910)	(8,191)
		<hr/>	<hr/>
Profit for the year		-	1,210
Retained profit brought forward		44	(1,166)
		<hr/>	<hr/>
Retained profit carried forward		44	44
		<hr/> <hr/>	<hr/> <hr/>

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

There are no movements in shareholders' funds apart from the result for the year.

The notes on pages 6 and 7 form part of these financial statements

R N I D ACTIVITIES LIMITED

Balance sheet at 31 March 1999

	Note	1999 £	1998 £
Current assets			
Stocks - goods held for resale		2,281	1,951
Debtors - trade		8,204	-
Cash at bank and in hand		10,589	13,318
		<u>21,074</u>	<u>15,269</u>
Creditors: amounts falling due within one year	4	(17,528)	(11,723)
		<u>3,546</u>	<u>3,546</u>
Net current assets			
Creditors: amounts falling due after more than one year	5	(3,500)	(3,500)
		<u>46</u>	<u>46</u>
Capital and reserves			
Called up share capital	6	2	2
Profit and loss account		44	44
		<u>46</u>	<u>46</u>
Shareholders' funds - equity interests		<u>46</u>	<u>46</u>

The financial statements were approved by the Board on 5 August 1999



P C De Rivaz
Director

The notes on pages 6 and 7 form part of these financial statements

R N I D ACTIVITIES LIMITED

Notes forming part of the financial statements for the year ended 31 March 1999

1 Accounting policies

There have been no changes in accounting policies during the year.

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

Cash flow statement

The company is a wholly owned subsidiary of The Royal National Institute for Deaf People, which prepared a cash flow statement at 31 March 1999. Accordingly under FRS1 this company has not prepared its own cash flow statement.

Turnover

Turnover represents sales and royalties receivable in the UK less value added tax.

Stocks

Stocks are valued at the lower of cost and net realisable value.

2 Operating profit

	1999 £	1998 £
This is arrived at after charging:		
Auditors' remuneration	1,150	950
Directors' remuneration	-	-
	<u> </u>	<u> </u>

3 Covenanted donation

The company covenants, where applicable, the whole of its net profit to the Royal National Institute for Deaf People.

4 Creditors: amounts falling due within one year

	1999 £	1998 £
Amounts owed to ultimate parent company	13,910	8,191
Accruals	1,150	950
Other taxation:		
Value added tax	2,468	2,582
	<u> </u>	<u> </u>
	17,528	11,723
	<u> </u>	<u> </u>

R N I D ACTIVITIES LIMITED

Notes forming part of the financial statements for the year ended 31 March 1999 (*Continued*)

5 Creditors: amounts falling due after more than one year

The £3,500 is an interest free loan from The Royal National Institute for Deaf People and is to finance the trading of the company. It is not expected to be repaid in the foreseeable future.

6 Share capital

	Authorised		Allotted, called up and fully paid	
	1999	1998	1999	1998
	£	£	£	£
Ordinary shares of £1 each	100	100	2	2
	<u>100</u>	<u>100</u>	<u>2</u>	<u>2</u>

7 Ultimate parent company

The ultimate parent company is The Royal National Institute for Deaf People, a company limited by guarantee and registered in England.