

Company Registration No. 3170395

DARLING PROMOTIONS LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 1996

16253-1996

Registered Office
Bell House
175 Regent Street
London W1R 7FB



DARLING PROMOTIONS LIMITED

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 DECEMBER 1996**

The directors present their report and financial statements for the period ended 31 December 1996.

Principal Activities and Review of the Business

The principal activity of the company was that of the provision of support services. The company was incorporated on the 11th March 1996.

The directors expect the present level of activity to increase in the foreseeable future.

Results and Dividends

The results for the period are set out on page 4.

It is proposed that the retained loss of £ 2,748 is transferred to reserves.

Directors

The following directors have held office during the period

Company Directors Limited	(Resigned 15 July 1996)
B. Forster	(Appointed 15 July 1996) And (Resigned 14 August 1997)
P. Rezzoli	(Appointed 15 July 1996)
R. Sigrist	(Appointed 15 July 1996)
S. Vogeli	(Appointed 14 August 1997)

The Directors had no interest in the issued share capital of the company.

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Edwards & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

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;
- 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 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.

By order of the Board


.....
P. Rezzoli

Date 9/12/97.....

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DARLING PROMOTIONS LIMITED

**AUDITORS' REPORT
TO THE SHAREHOLDERS OF DARLING PROMOTIONS LIMITED**

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

Respective responsibilities of directors and auditors

As described on page 1 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.

DARLING PROMOTIONS LIMITED

**AUDITORS' REPORT
TO THE SHAREHOLDERS OF DARLING PROMOTIONS LIMITED**

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1996 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Edwards & Co.
Edwards & Co.

Chartered Accountants
Registered Auditor

12/12/97

Clinch's House
Lord Street
Douglas
Isle of Man IM99 1RZ

DARLING PROMOTIONS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 DECEMBER 1996**

	Notes	Period ended 31 December 1996 £
Turnover	2	604
Administrative expenses		(3,352)
Loss on ordinary activities before taxation		<u>(2,748)</u>
Tax on loss on ordinary activities	4	-
Loss on ordinary activities after taxation	8	<u><u>(2,748)</u></u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

DARLING PROMOTIONS LIMITED

**BALANCE SHEET
AS AT 31 DECEMBER 1996**

	Notes	1996 £	£
Current Assets			
Debtors	5	1,604	
Creditors: amounts falling due within one year	6	<u>(3,352)</u>	
Total Assets Less Current Liabilities			<u>(1,748)</u>
Capital and Reserves			
Called up share capital	7		1,000
Profit and loss account	8		(2,748)
Shareholders' Funds - equity interests	9		<u>(1,748)</u>

The financial statements were approved by the Board on12/12/97.....


P. Rezzoli
Director

DARLING PROMOTIONS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 1996**

1 Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The financial statements have been prepared on the going concern basis. This is considered appropriate as the shareholders will continue to provide financial support to the company for the foreseeable future.

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

1.3 Foreign currency translation

The company's accounting records are maintained in Pounds Sterling.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Current assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

1.4 Cash Flow

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

2 Turnover

Turnover represents the company's share of income derived from its principal activity.

3 Operating Loss

1996

£

Operating loss is stated after charging:

Auditors' remuneration

500

4 Taxation

Due to the losses incurred during the year no provision has been made for taxation.

5 Debtors

1996

£

Trade debtors

604

Shareholders loan

1,000

1,604

DARLING PROMOTIONS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 1996**

6	Creditors: amounts falling due within one year	1996
		£
	Other creditors	3,352
		<hr/>
		3,352
		<hr/> <hr/>

7 Share Capital

The authorised share capital of the Company comprises 1000 ordinary £1 shares of which 1000 have been issued.

8 Statement of Movements on Profit and Loss Account

	Profit and loss account
	£
Retained loss for the period	(2,748)
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Balance at 31 December 1996	(2,748)
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9 Reconciliation of Movements in Shareholders' Funds

	1996
	£
Loss for the financial period	(2,748)
Proceeds from issue of shares	1,000
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Net depletion in shareholders' funds	(1,748)
Opening shareholders' funds	-
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Closing shareholders' funds	(1,748)
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10 Contingent liabilities

There were no known contingent liabilities as at the balance sheet date.

11 Capital Commitments

There were no major capital commitments at the balance sheet date.

12 Ultimate Controlling Party

The ultimate controlling company is Quadris Limited, a company incorporated in Switzerland.