

**REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005
FOR
CONTICOM - ICS LIMITED**

CONTICOM - ICS LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6
Trading and Profit and Loss Account	10

CONTICOM - ICS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2005

DIRECTORS: Professor P H Abrams
Professor L D Cardozo
Professor J J M Wyndaele
Professor W Artibani

SECRETARY: Mrs V J Facey

REGISTERED OFFICE: 9 Portland Square
BRISTOL
BS2 8ST

REGISTERED NUMBER: 3687688 (England and Wales)

AUDITORS: Goldwyns
Registered Auditor
Chartered Accountants
9 Portland Square
BRISTOL
BS2 8ST

CONTICOM - ICS LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2005

The directors present their report with the financial statements of the company for the year ended 31 December 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of conference organisation and management.

DIRECTORS

The directors during the year under review were:

Professor P H Abrams
Professor L D Cardozo
Professor J J M Wyndaele
Professor W Artibani

The directors holding office at 31 December 2005 did not hold any beneficial interest in the issued share capital of the company at 1 January 2005 or 31 December 2005.

DONATIONS

During the year the company donated a total of £514,375 to The International Continence Society, a charity and its parent company.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Goldwyns, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:

Mrs V J Facey - Secretary

14 June 2006

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF CONTICOM - ICS LIMITED

We have audited the financial statements of Conticom - ICS Limited for the year ended 31 December 2005 on pages four to nine. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

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 on page two 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 Report of the Directors 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 Report of the Directors 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 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, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, 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.

Goldwyns
Registered Auditor
Chartered Accountants
9 Portland Square
BRISTOL
BS2 8ST

14 June 2006

CONTICOM - ICS LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2005

	Notes	2005 £	2004 £
TURNOVER		657,289	423,650
Cost of sales		<u>16,607</u>	<u>39,416</u>
GROSS PROFIT		640,682	384,234
Administrative expenses		<u>639,871</u>	<u>405,449</u>
		811	(21,215)
Other operating income		<u>-</u>	<u>4,100</u>
OPERATING PROFIT/(LOSS)	2	811	(17,115)
Interest receivable and similar income		<u>7,403</u>	<u>1,316</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		8,214	(15,799)
Tax on profit/(loss) on ordinary activities	3	<u>-</u>	<u>(3,004)</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		<u><u>8,214</u></u>	<u><u>(12,795)</u></u>

The notes form part of these financial statements

CONTICOM - ICS LIMITED

**BALANCE SHEET
31 DECEMBER 2005**

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	4	9,797	11,498
CURRENT ASSETS			
Debtors	5	541,024	416,854
Cash at bank and in hand		<u>107,135</u>	<u>18,821</u>
		648,159	435,675
CREDITORS			
Amounts falling due within one year	6	<u>619,860</u>	<u>417,291</u>
NET CURRENT ASSETS		<u>28,299</u>	<u>18,384</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>38,096</u>	<u>29,882</u>
CAPITAL AND RESERVES			
Called up share capital	8	1	1
Profit and loss account	9	<u>38,095</u>	<u>29,881</u>
SHAREHOLDERS' FUNDS		<u>38,096</u>	<u>29,882</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The financial statements were approved by the Board of Directors on 14 June 2006 and were signed on its behalf by:

Professor J J M Wyndaele - Director

Professor J J M Wyndaele - Director

The notes form part of these financial statements

CONTICOM - ICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Turnover

Turnover represents profit achieved from organisation and management of international medical conferences.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% on cost
Computer equipment	- 33% on reducing balance

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT/(LOSS)

The operating profit (2004 - operating loss) is stated after charging:

	2005	2004
	£	£
Depreciation - owned assets	4,728	39,710
Loss on disposal of fixed assets	-	1,413
Auditors' remuneration	4,850	4,000
Pension costs	1,983	729
Impairment of fixed assets	<u>-</u>	<u>34,356</u>

Directors' emoluments and other benefits etc	<u>-</u>	<u>-</u>
----------------------------------------------	----------	----------

3. TAXATION

Analysis of the tax credit

The tax credit on the profit on ordinary activities for the year was as follows:

	2005	2004
	£	£
Deferred tax	<u>-</u>	<u>(3,004)</u>
Tax on profit/(loss) on ordinary activities	<u>-</u>	<u>(3,004)</u>

CONTICOM - ICS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2005**

3. TAXATION - continued

Factors affecting the tax credit

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2005 £	2004 £
Profit/(loss) on ordinary activities before tax	<u>8,214</u>	<u>(15,799)</u>
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2004 - 19%)	1,561	(3,002)
Effects of:		
Depreciation in excess of capital allowances	305	-
Capital allowances in excess of depreciation	-	(610)
Expenses not deductible for taxation purposes	35	49
Losses on disposal of assets	-	268
Impairment losses	-	6,528
Non taxable donation received	-	(779)
Trading losses brought forward	-	(553)
Effect of nil rate band at 0%	<u>(1,901)</u>	<u>(1,901)</u>
Current tax credit	<u>-</u>	<u>-</u>

4. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2005	2,783	51,740	54,523
Additions	<u>900</u>	<u>2,127</u>	<u>3,027</u>
At 31 December 2005	<u>3,683</u>	<u>53,867</u>	<u>57,550</u>
DEPRECIATION			
At 1 January 2005	696	42,329	43,025
Charge for year	<u>921</u>	<u>3,807</u>	<u>4,728</u>
At 31 December 2005	<u>1,617</u>	<u>46,136</u>	<u>47,753</u>
NET BOOK VALUE			
At 31 December 2005	<u>2,066</u>	<u>7,731</u>	<u>9,797</u>
At 31 December 2004	<u>2,087</u>	<u>9,411</u>	<u>11,498</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Trade debtors	539,373	411,384
Other debtors	<u>1,651</u>	<u>5,470</u>
	<u>541,024</u>	<u>416,854</u>

CONTICOM - ICS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2005**

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005	2004
	£	£
Trade creditors	1,574	-
Taxation and social security	14,530	-
Other creditors	<u>603,756</u>	<u>417,291</u>
	<u><u>619,860</u></u>	<u><u>417,291</u></u>

7. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	2005	2004
	£	£
Expiring:		
Between one and five years	<u>5,106</u>	<u>-</u>

8. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005	2004
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005	2004
			£	£
1	Ordinary	£1	<u>1</u>	<u>1</u>

9. RESERVES

	Profit and loss account £
At 1 January 2005	29,881
Profit for the year	<u>8,214</u>
At 31 December 2005	<u><u>38,095</u></u>

10. PENSION COMMITMENTS

During the year, the company paid into a defined contribution pension scheme. Contributions totalled £1,983 for the year, and are included within the profit and loss account.

There were no outstanding or prepaid contributions as at 31 December 2005.

11. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of The International Continence Society, a charitable company registered in England and Wales. The parent is a company limited by guarantee and a registered charity.

CONTICOM - ICS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2005**

12. RELATED PARTY DISCLOSURES

A donation of £514,375 (2004: £334,495) was payable to The International Continence Society, the parent company, for the year. At the balance sheet date £522,528 (2004:£343,877) was due to the parent company, and is included in creditors: amounts falling due within one year.

CONTICOM - ICS LIMITED

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005		2004	
	£	£	£	£
Turnover				
Scientific organisation fees	530,951		332,726	
CD-ROM sales	8,000		8,750	
Meeting registration fees	-		50,174	
Sponsorships	<u>118,338</u>		<u>32,000</u>	
		657,289		423,650
Cost of sales				
Meeting registration costs - impairment loss on computer equipment	-		34,356	
Scientific meeting expenses	<u>16,607</u>		<u>5,060</u>	
		<u>16,607</u>		<u>39,416</u>
GROSS PROFIT		640,682		384,234
Other income				
Donations received	-		4,100	
Deposit account interest	<u>7,403</u>		<u>1,316</u>	
		<u>7,403</u>		<u>5,416</u>
		648,085		389,650
Expenditure				
Rent	4,200		2,500	
Insurance	757		-	
Salaries	52,586		33,389	
Social security	5,486		-	
Pensions	1,983		729	
Donation - ICS	-		334,495	
Telephone	994		2,241	
Post and stationery	7,576		3,576	
Staff training	595		-	
Computer services	1,882		11,159	
Abstract CD production	1,440		4,500	
Staff recruitment	545		-	
Repairs and renewals	128		-	
Sundry expenses	1,155		2,042	
Legal fees	21,930		2,036	
Auditors' remuneration	4,850		4,000	
Donation - ICS	<u>514,375</u>		<u>-</u>	
		<u>620,482</u>		<u>400,667</u>
		27,603		(11,017)
Finance costs				
Bank charges	371		175	
(Gain)/Loss on exchange	<u>14,290</u>		<u>(2,160)</u>	
		<u>14,661</u>		<u>(1,985)</u>
Carried forward		12,942		(9,032)

This page does not form part of the statutory financial statements

CONTICOM - ICS LIMITED

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005		2004	
	£	£	£	£
Brought forward		12,942		(9,032)
Depreciation				
Fixtures and fittings	921		696	
Computer equipment	<u>3,807</u>		<u>4,658</u>	
		<u>4,728</u>		<u>5,354</u>
		8,214		(14,386)
Loss on disposal of fixed assets				
Fixtures and fittings	-		599	
Computer equipment	<u>-</u>		<u>814</u>	
		<u>-</u>		<u>1,413</u>
NET PROFIT/(LOSS)		<u><u>8,214</u></u>		<u><u>(15,799)</u></u>

This page does not form part of the statutory financial statements

CONTICOM - ICS LIMITED

**NOTES WHOLLY REPLACED
AND/OR ACCOUNTING POLICIES TOTALLY IGNORED
AND/OR ACCOUNTING POLICIES WITH TEXT REPLACED
BY USER'S CHOICE ON CLIENT SCREEN ENTRIES
FOR THE YEAR ENDED 31 DECEMBER 2005**

No notes have been replaced completely by user entries.

None of the standard accounting policies have been ignored.

The following standard accounting policy has been REPLACED completely by user entries.

TURNOVER

PLEASE CHECK THAT THIS CHOICE IS CORRECT - all changes that would automatically be made to notes generated by IRIS as a result of posting amendments etc WILL NOT BE AMENDED where REPLACEMENT notes have been selected.