

REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006
FOR
CONTICOM - ICS LIMITED

CONTICOM - ICS LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2006**

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CONTICOM - ICS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2006

DIRECTORS:

A Singla
D Turner
W Schaefer

SECRETARY:

Jordan Company Secretaries Limited

REGISTERED OFFICE:

9 Portland Square
BRISTOL
BS2 8ST

REGISTERED NUMBER:

03687688 (England and Wales)

AUDITORS:

Goldwyns (Bristol) Limited
Registered Auditor
Chartered Accountants
9 Portland Square
BRISTOL
BS2 8ST

CONTICOM - ICS LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2006

The directors present their report with the financial statements of the company for the year ended 31 December 2006.

PRINCIPAL ACTIVITY

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

DIRECTORS

The directors who have held office during the period from 1 January 2006 to the date of this report are as follows:

A Singla , D Turner and W Schaefer were appointed as directors after 31 December 2006 but prior to the date of this report.

Professor P H Abrams , Professor J J M Wyndaele , Professor L D Cardozo and Professor W Artibani ceased to be directors after 31 December 2006 but prior to the date of this report.

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year the company gift aided a total of £309,033 to The International Continence Society, a charitable company and its parent.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Goldwyns (Bristol) Limited, 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:

Jordan Company Secretaries Limited - Secretary

19 October 2007

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 2006 on pages five to ten. 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

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page two.

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 whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition, we report to you if, in our opinion, 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, except that the scope of our work was limited as explained below.

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 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.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out in note 14 to the financial statements.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

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

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 2006 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.

Goldwyns (Bristol) Limited
Registered Auditor
Chartered Accountants
9 Portland Square
BRISTOL
BS2 8ST

19 October 2007

CONTICOM - ICS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Notes	2006 £	2005 £
TURNOVER		429,211	657,289
Cost of sales		<u>1,473</u>	<u>16,607</u>
GROSS PROFIT		427,738	640,682
Administrative expenses		<u>432,451</u>	<u>639,871</u>
OPERATING (LOSS)/PROFIT	2	(4,713)	811
Interest receivable and similar income		<u>3,042</u>	<u>7,403</u>
		(1,671)	8,214
Interest payable and similar charges		<u>921</u>	<u>-</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(2,592)	8,214
Tax on (loss)/profit on ordinary activities	3	<u>-</u>	<u>-</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		<u><u>(2,592)</u></u>	<u><u>8,214</u></u>

The notes form part of these financial statements

CONTICOM - ICS LIMITED

**BALANCE SHEET
31 DECEMBER 2006**

	Notes	2006 £	2005 £
FIXED ASSETS			
Tangible assets	4	8,168	9,797
CURRENT ASSETS			
Debtors	5	320,353	541,024
Cash at bank and in hand		77,357	107,135
		<u>397,710</u>	<u>648,159</u>
CREDITORS			
Amounts falling due within one year	6	<u>370,374</u>	<u>619,860</u>
NET CURRENT ASSETS		<u>27,336</u>	<u>28,299</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>35,504</u>	<u>38,096</u>
CAPITAL AND RESERVES			
Called up share capital	8	1	1
Profit and loss account	9	<u>35,503</u>	<u>38,095</u>
SHAREHOLDERS' FUNDS		<u>35,504</u>	<u>38,096</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 19 October 2007 and were signed on its behalf by:

A Singla - Director

The notes form part of these financial statements

CONTICOM - ICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

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 invoiced services and a share of surplus income arising from the organisation and management of international medical conferences, excluding VAT.

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 (LOSS)/PROFIT

The operating loss (2005 - operating profit) is stated after charging:

	2006	2005
	£	£
Depreciation - owned assets	4,345	4,728
Loss on disposal of fixed assets	1,389	-
Auditors' remuneration	5,250	4,850
Pension costs	2,100	1,983
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 December 2006 nor for the year ended 31 December 2005.

CONTICOM - ICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2006

3. TAXATION - continued

Factors affecting the tax charge

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

	2006 £	2005 £
(Loss)/profit on ordinary activities before tax	<u>(2,592)</u>	<u>8,214</u>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2005 - 19%)	(492)	1,561
Effects of:		
Depreciation in excess of capital allowances of depreciation	121	305
Expenses not deductible for taxation purposes	108	35
Losses on disposal of assets	263	-
Effect of nil rate band at 0%	<u>-</u>	<u>(1,901)</u>
Current tax charge	<u>-</u>	<u>-</u>

4. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2006	3,683	53,867	57,550
Additions	293	3,812	4,105
Disposals	<u>-</u>	<u>(4,985)</u>	<u>(4,985)</u>
At 31 December 2006	<u>3,976</u>	<u>52,694</u>	<u>56,670</u>
DEPRECIATION			
At 1 January 2006	1,616	46,137	47,753
Charge for year	994	3,351	4,345
Eliminated on disposal	<u>-</u>	<u>(3,596)</u>	<u>(3,596)</u>
At 31 December 2006	<u>2,610</u>	<u>45,892</u>	<u>48,502</u>
NET BOOK VALUE			
At 31 December 2006	<u>1,366</u>	<u>6,802</u>	<u>8,168</u>
At 31 December 2005	<u>2,067</u>	<u>7,730</u>	<u>9,797</u>

CONTICOM - ICS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2006**

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006	2005
	£	£
Trade debtors	319,111	539,373
VAT	743	-
Prepayments	499	1,651
	<u>320,353</u>	<u>541,024</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006	2005
	£	£
Trade creditors	1,643	1,574
Social security and other taxes	4,278	3,839
VAT	-	10,691
Other creditors	994	1,755
Amounts due to group undertaking	353,115	522,528
Accruals and deferred income	10,344	79,473
	<u>370,374</u>	<u>619,860</u>

7. OPERATING LEASE COMMITMENTS

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

	2006	2005
	£	£
Expiring:		
Within one year	2,800	-
Between one and five years	906	5,106
	<u>3,706</u>	<u>5,106</u>

8. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2006	2005
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2006	2005
			£	£
1	Ordinary	£1	<u>1</u>	<u>1</u>

CONTICOM - ICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2006

9. RESERVES

	Profit and loss account £
At 1 January 2006	38,095
Deficit for the year	(2,592)
	<hr/>
At 31 December 2006	<u>35,503</u>

10. PENSION COMMITMENTS

During the year, the company paid into a defined contribution pension scheme. Contributions totalled £2,100 for the year (2005: £1,983) and are included within the profit and loss account.

There were no outstanding or prepaid contributions as at 31 December 2006.

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 International Continence Society is a company limited by guarantee and a registered charity.

12. CONTINGENT LIABILITIES

An application has been made to the Canadian tax authorities to obtain tax exempt status for the 2005 annual meeting and confirmation of this status is currently outstanding. If tax exempt status is not granted then the company will be responsible for 75 per cent of any tax liability due and initial calculations estimate this as £50,886.

13. RELATED PARTY DISCLOSURES

A donation of £309,033 (2005: £514,375) was payable to The International Continence Society, the parent company, for the year. At the balance sheet date £353,115 (2004:£522,528) was due to the parent company, which is included in creditors: amounts falling due within one year.

14. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

CONTICOM - ICS LIMITED

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	2006		2005	
	£	£	£	£
Turnover				
Scientific organisation income	321,590		530,951	
CD-ROM sales	-		8,000	
Sponsorships	107,621		118,338	
	<u> </u>	429,211	<u> </u>	657,289
Cost of sales				
Scientific meeting expenses		1,473		16,607
		<u> </u>		<u> </u>
GROSS PROFIT		427,738		640,682
Other income				
Deposit account interest		3,042		7,403
		<u> </u>		<u> </u>
		430,780		648,085
Expenditure				
Rent	4,200		4,200	
Insurance	786		757	
Salaries	60,872		52,586	
Social security	6,433		5,486	
Pensions	2,100		1,983	
Telephone	871		994	
Post and stationery	2,110		7,576	
Staff training	1,894		595	
Computer services	2,292		1,882	
Abstract CD production	-		1,440	
Staff recruitment	-		545	
Repairs and renewals	26		128	
Executive board costs	1,923		-	
Sundry expenses	582		1,155	
Legal fees	11,300		21,930	
Auditors' remuneration	5,250		4,850	
Donation - ICS	309,033		514,375	
	<u> </u>	409,672	<u> </u>	620,482
		<u> </u>		<u> </u>
		21,108		27,603
Finance costs				
Bank charges	251		371	
(Gain)/Loss on exchange	16,794		14,290	
Loan interest	921		-	
	<u> </u>	17,966	<u> </u>	14,661
		<u> </u>		<u> </u>
		3,142		12,942
Depreciation				
Fixtures and fittings	994		921	
Computer equipment	3,351		3,807	
	<u> </u>	4,345	<u> </u>	4,728
		<u> </u>		<u> </u>
Carried forward		(1,203)		8,214

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 2006**

	2006	2005
	£	£
Brought forward	(1,203)	8,214
Loss on disposal of fixed assets		
Computer equipment	1,389	-
NET (LOSS)/PROFIT	<u>(2,592)</u>	<u>8,214</u>