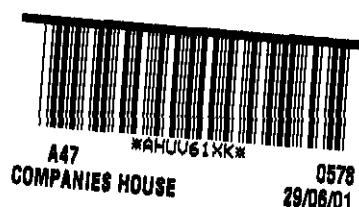


REGISTERED NUMBER: 00976370 (England and Wales)

Report of the Directors and
Financial Statements for the Year Ended 31 March 2001
for
Barford Sculptures Limited



Maurice Braganza & Co
Chartered Accountants
Russell Chambers
The Piazza
Covent Garden
London WC2E 8AA



Barford Sculptures Limited

Company Information
for the Year Ended 31 March 2001

DIRECTORS:

Sir Anthony Caro
Lady Sheila Caro

SECRETARY:

Lady Sheila Caro

REGISTERED OFFICE:

Russell Chambers
The Piazza
Covent Garden
London WC2E 8AA

REGISTERED NUMBER:

00976370 (England and Wales)

ACCOUNTANTS:

Maurice Braganza & Co
Chartered Accountants
Russell Chambers
The Piazza
Covent Garden
London WC2E 8AA

Barford Sculptures Limited

Report of the Directors
for the Year Ended 31 March 2001

The directors present their report with the financial statements of the company for the year ended 31 March 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the creation of works of art.

DIRECTORS

The directors during the year under review were:

Sir Anthony Caro
Lady Sheila Caro

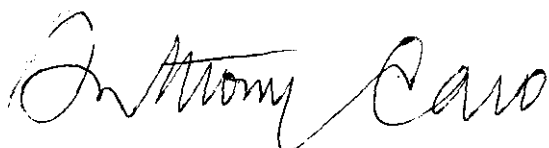
The beneficial interests of the directors holding office on 31 March 2001 in the issued share capital of the company were as follows:

	31.3.01	1.4.00
Ordinary A £1 shares		
Sir Anthony Caro	35	35
Lady Sheila Caro	35	35
Ordinary non-voting B £1 shares		
Sir Anthony Caro	5	5
Lady Sheila Caro	5	5

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:

Sir Anthony Caro - DIRECTOR



Dated: 21 June 2001

Barford Sculptures Limited

Profit and Loss Account
for the Year Ended 31 March 2001

		31.3.01		31.3.00	
	Notes	£	£	£	£
TURNOVER			616,637		1,454,132
Cost of sales			388,476		768,120
GROSS PROFIT			228,161		686,012
Administrative expenses			226,422		151,381
			1,739		534,631
Other operating income			2,093		767
OPERATING PROFIT	2		3,832		535,398
Income from investments		34,015		43,468	
Interest receivable and similar income		35,872		38,314	
			69,887		81,782
			73,719		617,180
Interest payable and similar charges			403		(318)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			73,316		617,498
Tax on profit on ordinary activities	3		13,076		141,909
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			60,240		475,589
Dividends	4		120,000		75,000
			(59,760)		400,589
Retained profit brought forward			2,051,013		1,650,424
RETAINED PROFIT CARRIED FORWARD			£1,991,253		£2,051,013

The notes form part of these financial statements

Barford Sculptures Limited

Balance Sheet

31 March 2001

		31.3.01		31.3.00	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		36,243		28,552
Investments	6		194,438		214,988
			<u>230,681</u>		<u>243,540</u>
CURRENT ASSETS:					
Stocks	7		-	30,000	
Debtors	8	254,803		692,998	
Investments	9	750,123		527,056	
Cash at bank and in hand		922,043		815,221	
		<u>1,926,969</u>		<u>2,065,275</u>	
CREDITORS: Amounts falling due within one year	10	<u>164,637</u>		<u>257,692</u>	
NET CURRENT ASSETS:			<u>1,762,332</u>		<u>1,807,583</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>1,993,013</u>		<u>2,051,123</u>
PROVISIONS FOR LIABILITIES AND CHARGES:	11		<u>1,650</u>		<u>-</u>
			<u><u>£1,991,363</u></u>		<u><u>£2,051,123</u></u>
CAPITAL AND RESERVES:					
Called up share capital	12		110		110
Profit and loss account			<u>1,991,253</u>		<u>2,051,013</u>
SHAREHOLDERS' FUNDS:			<u><u>£1,991,363</u></u>		<u><u>£2,051,123</u></u>

The notes form part of these financial statements

Barford Sculptures Limited

Balance Sheet

31 March 2001

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2001.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2001 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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 March 2000).

ON BEHALF OF THE BOARD:

Sir Anthony Caro - DIRECTOR



Approved by the Board on 21 June 2001

The notes form part of these financial statements

Page 5



Barford Sculptures Limited

Notes to the Financial Statements
for the Year Ended 31 March 2001

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 March 2000).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Leasehold property	- 2% on reducing balance
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

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

Stocks & Work In Progress

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

Due to the nature of the art market, a nil realisable value is assigned to stock, unless there is certainty of sale.

2. **OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	31.3.01	31.3.00
	£	£
Depreciation - owned assets	8,749	7,691
Profit on disposal of fixed assets	-	(101,279)
Foreign exchange differences	(1,554)	(2,395)
Pension costs	6,173	6,173
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

Notes to the Financial Statements
for the Year Ended 31 March 2001

3. TAXATION

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

	31.3.01	31.3.00
	£	£
UK corporation tax	8,500	140,000
On franked investment income	2,926	1,909
Deferred taxation	1,650	-
	<u>13,076</u>	<u>141,909</u>

UK corporation tax has been charged at 20% (2000 - 25%).

4. DIVIDENDS

	31.3.01	31.3.00
	£	£
10 Ordinary non-voting B shares of £1 each		
Final - ordinary B shares	<u>120,000</u>	<u>75,000</u>

5. TANGIBLE FIXED ASSETS

	Leasehold property	Plant and machinery	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST:					
At 1 April 2000	13,988	15,851	53,377	35,105	118,321
Additions	-	2,443	13,997	-	16,440
At 31 March 2001	<u>13,988</u>	<u>18,294</u>	<u>67,374</u>	<u>35,105</u>	<u>134,761</u>
DEPRECIATION:					
At 1 April 2000	12,135	10,919	44,109	22,606	89,769
Charge for year	660	1,475	3,489	3,125	8,749
At 31 March 2001	<u>12,795</u>	<u>12,394</u>	<u>47,598</u>	<u>25,731</u>	<u>98,518</u>
NET BOOK VALUE:					
At 31 March 2001	<u>1,193</u>	<u>5,900</u>	<u>19,776</u>	<u>9,374</u>	<u>36,243</u>
At 31 March 2000	<u>1,853</u>	<u>4,932</u>	<u>9,268</u>	<u>12,499</u>	<u>28,552</u>

Barford Sculptures Limited

Notes to the Financial Statements
for the Year Ended 31 March 2001

6. **FIXED ASSET INVESTMENTS**

		£
COST:		
At 1 April 2000		314,988
Disposals		(20,550)
		<u>294,438</u>
At 31 March 2001		
PROVISIONS:		
At 1 April 2000		100,000
and 31 March 2001		<u>100,000</u>
NET BOOK VALUE:		
At 31 March 2001		<u>194,438</u>
At 31 March 2000		<u>214,988</u>
	31.3.01	31.3.00
	£	£
Unlisted investments	<u>194,438</u>	<u>214,988</u>

7. **STOCKS**

	31.3.01	31.3.00
	£	£
Work in progress	<u>-</u>	<u>30,000</u>

8. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.01	31.3.00
	£	£
Trade debtors	247,496	507,338
Other debtors	3,909	184,160
Prepayments	3,398	1,500
	<u>254,803</u>	<u>692,998</u>

9. **CURRENT ASSET INVESTMENTS**

	31.3.01	31.3.00
	£	£
Listed investments	<u>750,123</u>	<u>527,056</u>

Market value of listed investments at 31 March 2001 - £784,557 (2000 - £582,857).

Barford Sculptures Limited

Notes to the Financial Statements
for the Year Ended 31 March 2001

10. **CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.3.01	31.3.00
	£	£
Trade creditors	9,809	21,452
Directors current accounts	2,657	6,816
Sundry creditors	199	138
Social security & other taxes	43,176	17,478
Taxation	9,553	128,017
Accrued expenses	99,243	83,791
	<u>164,637</u>	<u>257,692</u>

11. **PROVISIONS FOR LIABILITIES AND CHARGES**

	31.3.01	31.3.00
	£	£
Deferred taxation	<u>1,650</u>	<u>-</u>
	Deferred taxation	
	£	
Accelerated capital allowances	<u>1,650</u>	
Balance at 31 March 2001	<u>1,650</u>	

Deferred taxation for which provision has been made in the financial statements and the amounts for which no provision has been made, are as follows:

	Provided 31.3.01	Not provided 31.3.01
	£	£
Deferred taxation	<u>1,650</u>	<u>-</u>

Barford Sculptures Limited

Notes to the Financial Statements
for the Year Ended 31 March 2001

12. **CALLED UP SHARE CAPITAL**

Authorised:

Number:	Class:	Nominal value:	31.3.01 £	31.3.00 £
100	Ordinary A	£1	100	100
100	Ordinary non-voting B	£1	100	100
			<u>200</u>	<u>200</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.01 £	31.3.00 £
100	Ordinary A	£1	100	100
10	Ordinary non-voting B	£1	10	10
			<u>110</u>	<u>110</u>