

Report of the Directors and  
Financial Statements for the Year Ended 31 March 1999  
for  
Barford Sculptures Limited

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



Barford Sculptures Limited

Company Information  
for the Year Ended 31 March 1999

**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)

**AUDITORS:**

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

Barford Sculptures Limited

Report of the Directors  
for the Year Ended 31 March 1999

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

**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 1999 in the issued share capital of the company were as follows:

	31.3.99	1.4.98
<b>Ordinary A £1 shares</b>		
Sir Anthony Caro	35	35
Lady Sheila Caro	35	35
<b>Ordinary non-voting B £1 shares</b>		
Sir Anthony Caro	5	5
Lady Sheila Caro	5	5

**STATEMENT OF 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.

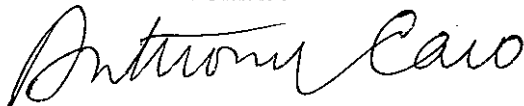
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AUDITORS**

The auditors, Maurice Braganza & Co, 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:**



Sir Anthony Caro - DIRECTOR

Dated: 25 June 99

Barford Sculptures Limited

Report of the Auditors to the Shareholders of  
Barford Sculptures Limited

We have audited the financial statements on pages four to ten which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999), under the historical cost convention and the accounting policies set out on page six.

**Respective responsibilities of directors and auditors**

As described on page two 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.

**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 profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



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

Dated: 25 June 99

Barford Sculptures Limited

Profit and Loss Account  
for the Year Ended 31 March 1999

		31.3.99		31.3.98	
	Notes	£	£	£	£
<b>TURNOVER</b>			946,053		270,339
Cost of sales			171,173		34,178
<b>GROSS PROFIT</b>			774,880		236,161
Administrative expenses			501,469		208,932
			273,411		27,229
Other operating income			24,511		2,082
<b>OPERATING PROFIT</b>	2		297,922		29,311
Income from investments		17,655		17,542	
Interest receivable and similar income		36,459		25,998	
			54,114		43,540
			352,036		72,851
Interest payable and similar charges			4,910		18,240
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			347,126		54,611
Tax on profit on ordinary activities	3		149,810		12,493
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>			197,316		42,118
Dividends	4		50,000		40,000
			147,316		2,118
Retained profit brought forward			1,503,108		1,500,990
<b>RETAINED PROFIT CARRIED FORWARD</b>			£1,650,424		£1,503,108

The notes form part of these financial statements

Barford Sculptures Limited

Balance Sheet  
31 March 1999

		31.3.99		31.3.98	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	5		105,947		361,938
Investments	6		162,094		162,094
			<u>268,041</u>		<u>524,032</u>
<b>CURRENT ASSETS:</b>					
Stocks	7	426,667		228,400	
Debtors	8	281,130		325,987	
Investments	9	466,818		379,313	
Cash at bank		589,941		279,975	
		<u>1,764,556</u>		<u>1,213,675</u>	
<b>CREDITORS: Amounts falling due within one year</b>	10	<u>382,063</u>		<u>234,489</u>	
<b>NET CURRENT ASSETS:</b>			<u>1,382,493</u>		<u>979,186</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			<u>£1,650,534</u>		<u>£1,503,218</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	11		110		110
Profit and loss account			1,650,424		1,503,108
Shareholders' funds			<u>£1,650,534</u>		<u>£1,503,218</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 March 1999).

**ON BEHALF OF THE BOARD:**

*Anthony Caro*

Sir Anthony Caro - DIRECTOR

Approved by the Board on ..... 25 June 99

The notes form part of these financial statements

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 1999).

**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	- in accordance with the property
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:

	31.3.99	31.3.98
	£	£
Depreciation - owned assets	9,137	12,923
Loss on disposal of fixed assets	124,962	-
Auditors' remuneration	9,000	6,000
Foreign exchange differences	3,077	16,659
Pension costs	6,173	6,173
	<hr/>	<hr/>
Directors' emoluments and other benefits etc	-	-
	<hr/>	<hr/>

Auditors remuneration for non-audit services amounted to £92,423. (1998 - £21,462).

# Barford Sculptures Limited

## Notes to the Financial Statements for the Year Ended 31 March 1999

### 3. TAXATION

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

	31.3.99	31.3.98
	£	£
UK corporation tax	149,810	12,493

UK corporation tax has been charged at 27% (1998 - 21%).

### 4. DIVIDENDS

	31.3.99	31.3.98
	£	£
100 Ordinary A shares of £1 each		
Final dividend - ordinary A shares	50,000	40,000
	50,000	40,000

### 5. TANGIBLE FIXED ASSETS

	Freehold property	Leasehold property	Plant and machinery
	£	£	£
<b>COST:</b>			
At 1 April 1998	419,127	13,988	12,556
Additions	-	-	1,145
Disposals	(347,273)	-	-
At 31 March 1999	71,854	13,988	13,701
<b>DEPRECIATION:</b>			
At 1 April 1998	85,107	10,827	8,682
Charge for year	-	654	1,004
Eliminated on disposals	(85,107)	-	-
At 31 March 1999	-	11,481	9,686
<b>NET BOOK VALUE:</b>			
At 31 March 1999	71,854	2,507	4,015
At 31 March 1998	334,020	3,161	3,874



Barford Sculptures Limited

Notes to the Financial Statements  
for the Year Ended 31 March 1999

5. **TANGIBLE FIXED ASSETS - continued**

	Fixtures and fittings	Motor vehicles	Totals
	£	£	£
<b>COST:</b>			
At 1 April 1998	65,450	36,148	547,269
Additions	-	18,169	19,314
Disposals	(12,073)	(19,212)	(378,558)
At 31 March 1999	53,377	35,105	188,025
<b>DEPRECIATION:</b>			
At 1 April 1998	50,543	30,172	185,331
Charge for year	1,924	5,555	9,137
Eliminated on disposals	(9,994)	(17,289)	(112,390)
At 31 March 1999	42,473	18,438	82,078
<b>NET BOOK VALUE:</b>			
At 31 March 1999	10,904	16,667	105,947
At 31 March 1998	14,907	5,976	361,938

6. **FIXED ASSET INVESTMENTS**

	£
<b>COST:</b>	
At 1 April 1998 and 31 March 1999	262,094
<b>PROVISIONS:</b>	
At 1 April 1998 and 31 March 1999	100,000
<b>NET BOOK VALUE:</b>	
At 31 March 1999	162,094
At 31 March 1998	162,094
	31.3.99
	£
Unlisted investments	162,094

Barford Sculptures Limited

Notes to the Financial Statements  
for the Year Ended 31 March 1999

7. **STOCKS**

	31.3.99	31.3.98
	£	£
Work in progress	426,667	228,400

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

	31.3.99	31.3.98
	£	£
Trade debtors	224,207	165,344
Other debtors	56,923	142,584
Prepayments & accrued income	-	18,059
	281,130	325,987

9. **CURRENT ASSET INVESTMENTS**

	31.3.99	31.3.98
	£	£
Listed investments	466,818	379,313

Market value of listed investments at 31 March 1999 - £529,969 (1998 - £441,460).

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

	31.3.99	31.3.98
	£	£
Trade creditors	138,299	136,410
Directors current accounts	9,538	2,566
Social security & other taxes	7,588	21,648
Taxation	148,545	28,638
Accrued expenses	78,093	45,227
	382,063	234,489

Barford Sculptures Limited

Notes to the Financial Statements  
for the Year Ended 31 March 1999

11. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.3.99 £	31.3.98 £
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:	31.3.99 £	31.3.98 £
100	Ordinary A	£1	100	100
10	Ordinary non-voting B	£1	10	10
			<u>110</u>	<u>110</u>