

# **Melrose Film Productions Limited**

## **Report and Financial Statements**

**For the Year Ended 31 December 2003**

**(Registered Number 1337265)**



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# **Melrose Film Productions Limited**

## **Notes to the Financial Statements for the Year Ended 31 December 2003**

### **Directors' Report for the Year Ended 31 December 2003**

The directors present their report and financial statements of Melrose Film Productions Ltd for the year ended 31 December 2003.

#### **Principal activities and review of the business**

The Company did not trade during the year and has been classified as dormant in line with Company's Act 1985 section 250/251.

#### **Financial results and dividends**

The profit for the year after taxation was £Nil (2002: £52,000).

#### **Directors**

A Barritt (resigned 31<sup>st</sup> January, 2003)  
R Gerlach (resigned 31<sup>st</sup> January, 2003)  
M Khaira (resigned 5<sup>th</sup> September, 2003);  
(resigned as Company Secretary 28<sup>th</sup> February 2003)  
M Addison (appointed 5<sup>th</sup> September 2003)

No directors held any beneficial interest in the share capital of the Company during the year required to be disclosed in accordance with Schedule 7 of Companies Act 1985.

Mr R Gilbert was appointed as company secretary 28<sup>th</sup> February 2003 resigned from the company on 7<sup>th</sup> April 2004. He was replaced by Moorcrofts Ltd.

#### **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 year. 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;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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.

# **Melrose Film Productions Limited**

## **Notes to the Financial Statements for the Year Ended 31 December 2003**

### **Directors' Report for the Year Ended 31 December 2003**(continued)

By Order of the Board

A handwritten signature in black ink, appearing to read 'M. Addison', written in a cursive style.

M. Addison  
**Director**

29<sup>th</sup> September 2004

The accompanying notes on pages 5 to 8 are an integral part of the financial statements.

# Melrose Film Productions Limited

## Notes to the Financial Statements for the Year Ended 31 December 2003

### Profit and Loss Account for the Year Ended 31 December 2003

	<i>Note</i>	Year to 31 December 2003 £'000	Year to 31 December 2002 £'000
Interest receivable	4	-	31
<b>Profit on ordinary activities before taxation</b>	2	-	31
Taxation on profit on ordinary activities	5	-	21
<b>Profit on ordinary activities after taxation</b>		-	52
Dividends		-	-
<b>Retained profit/(loss) for the financial year</b>		-	52

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year as stated above and the historical cost equivalents.

There are no recognised gains and losses for the year and, therefore, no separate statement of total recognised gains and losses has been prepared.

# Melrose Film Productions Limited

## Notes to the Financial Statements for the Year Ended 31 December 2003

### Balance Sheet as at 31 December 2003

	Note	31 December 2003 £'000	31 December 2002 £'000
<b>Fixed assets</b>			
Investments	6	-	-
<b>Current assets</b>			
Stock and work in progress		-	-
Debtors	7	567	567
		567	567
<b>Creditors: Amounts falling due within one year</b>	8	(450)	(450)
<b>Net current assets</b>		117	117
<b>Total assets less current liabilities</b>		117	117
<b>Capital and reserves</b>			
Called up share capital	10	10	10
Profit and loss account		107	107
<b>Equity shareholders' funds</b>	11	117	117

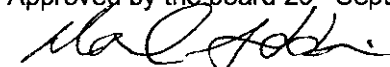
For the year ended 31<sup>st</sup> December, 2003 the company was entitled to exemption under section 249AA(1) of the Companies act 1985.

No notice has been deposited with the company under s249B(2) of that Act requiring an audit to be carried out.

The directors acknowledge their responsibility for:

- Ensuring the company keeps accounting records in accordance with s221, Companies Act 1985; and
- Preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of its financial year and of its result for the year then ended in accordance with the requirement of s226, Companies Act 1985, and which otherwise comply with the requirements of the Act so far as they are applicable to the company .

Approved by the board 29<sup>th</sup> September, 2004.



M. Addison  
Director

# **Melrose Film Productions Limited**

## **Notes to the Financial Statements for the Year Ended 31 December 2003**

### **1 Accounting policies**

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom.

The following significant accounting policies of the Company, which have been consistently applied throughout the year and the preceding year have been used in the preparation of these financial statements.

#### **a) Basis of accounting**

The financial statements have been prepared under the historical cost convention.

#### **b) Investments**

Investments in subsidiary undertakings are carried at cost less provision for impairment.

#### **c) Taxation**

Corporation tax payable is provided on taxable profits at the current rate.

Deferred taxation is provided using the liability method, to the extent that such taxation is likely to be payable in the foreseeable future.

#### **d) Group accounts**

The Company has taken advantage of the exemption conferred by FRS 2 not to prepare consolidated financial statements on the grounds that it is a wholly owned subsidiary undertaking of Video Arts Group Limited, a company whose consolidated accounts are available to the public (see note 13).

#### **e) Related party transactions**

The Company has taken advantage of the exemption conferred by FRS 8 not to disclose details of transactions with companies in the same group on the grounds that it is a wholly owned subsidiary undertaking of Video Arts Group Limited, a company whose consolidated accounts are available to the public (see note 13).

#### **f) Cash flow statement**

The Company has taken advantage of the exemption conferred by FRS 1 (revised) not to present a statement of cash flows on the grounds it is a wholly owned subsidiary undertaking of Video Arts Group Limited, a company whose consolidated accounts are available to the public (see note 13).

### **2 Profit on ordinary activities before taxation**

The audit fees are borne by Video Arts Limited.

### **3 Staff costs**

No directors received any remuneration for their services during the year. The Company does not employ any operational staff.

Four of the directors are members of money purchase pension schemes operated by another

# Melrose Film Productions Limited

## Notes to the Financial Statements for the Year Ended 31 December 2003

group undertaking. The Company has no defined benefit pension schemes.

### 4 Interest receivable

	Year to 31 December 2003 £'000	Year to 31 December 2002 £'000
Interest receivable on intercompany balances	-	31

### 5 Taxation on profit on ordinary activities

	Year to 31 December 2003 £'000	Year to 31 December 2002 £'000
The tax charge is based on the profit for the year and comprises:		
United Kingdom corporation tax at an effective rate of 30% (2002 – 30%)	-	(21)

The income from taxation during the period is in respect of an overprovision in prior years.

### 6 Investments

	£
<b>Cost and net book value</b>	
At 31 December 2003 and 31 December 2002	-

The principal subsidiaries of the Company, all of which are 100% owned, are as follows:

Subsidiary	Country of incorporation	Shares held	Proportion held	Class of activity
Melrose Mitchell Limited	England	Ordinary	100%	Non trading
Monitor Training Limited	England	Ordinary	100%	Non trading



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## Notes to the Financial Statements for the Year Ended 31 December 2003

### 7 Debtors

	31 December 2003 £'000	31 December 2002 £'000
Amounts owed by other group undertakings	567	567

### 8 Creditors: Amounts falling due within one year

	31 December 2003 £'000	31 December 2002 £'000
Corporation tax	-	-
Proposed dividends	450	450
	450	450

### 9 Deferred taxation

No liability for deferred taxation has been provided nor is there any unprovided liability for deferred taxation.

### 10 Share capital

	31 December 2003 £'000	31 December 2002 £'000
Authorised 20,000 ordinary equity shares of £1 each	20	20
Allotted, called up and fully paid 10,100 ordinary equity shares of £1 each	10	10

### 11 Reconciliation of movements in equity shareholders' funds

	Share Capital £'000	Profit and Loss Account £'000	Total £'000
At 1 January 2003 as previously reported	10	107	117
Retained profit for the year	-	-	-
At 31 December 2003	10	107	117

## **Melrose Film Productions Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2003**

#### **12 Operating lease commitments**

At the balance sheet date, the Company had no commitments under non-cancellable operating leases.

#### **13 Ultimate parent company**

The directors consider the ultimate parent company at 31 December 2003 to be Video Arts Group Limited, a company incorporated and registered in England and Wales. The registered office of Video Arts Group Limited is 6/7 St Cross Street, London EC1N 8UA. Copies of Video Arts Group Limited's statutory accounts may be obtained from Companies House at Crown Way, Maindy, Cardiff CF4 3UZ.