

Company no: 1480955

LONDON MUSICIANS LIMITED

ACCOUNTS

AS AT

29TH FEBRUARY 1996



-----  
ALTMAN, BLANE & CO.,  
MIDDLESEX HOUSE,  
29/45 HIGH STREET,  
EDGWARE,  
MIDDLESEX HA8 7LH.  
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LONDON MUSICIANS LIMITEDREPORT OF THE DIRECTORSFOR THE YEAR ENDED 29TH FEBRUARY 1996

The directors present herewith their report and financial statements for the year ended 29th February 1996.

Activities:

The principal activities of the Company continues to be the management of musical groups and orchestrating and arranging of musical compositions.

Directors:

Directors at the above date, all of whom held office for the entire year, and their interests in the Company's issued share capital, were as follows:-

	<u>29th February 1996</u>	<u>1st March 1995</u>
D.White Esq., (Chairman)	Nil Shares	1000 Shares
E.T.White Esq.,	500 Shares	1000 Shares
M.Reed Esq.,	1000 Shares	1000 Shares
R.Addison Esq.,	1000 Shares	1000 Shares
S.Sanders Esq.,	1000 Shares	1000 Shares

There is no agreement between the Company and the directors with regard to the terms of repayment of their current accounts, except that they are free of interest.

Ordinary Resolutions proposed for the Annual General Meeting:1.Dividends:

That no further dividend be paid, the profit for the year to be transferred to reserves.

2.Share Capital:

That the directors be given the authority to allot any unissued share capital until the next Annual General Meeting.

3.Auditors:

That Messrs. Altman, Blane & Co. be re-appointed as auditors to the Company for the ensuing year at a fee to be agreed with the directors.

The directors have taken advantage, in the preparation of their report, of the exemptions applicable to small companies.

Approved by the board of directors on 14th May 1996 and signed on their behalf by

..........  
Chairman (D. White Esq.)

AUDITORS' REPORT TO THE MEMBERS OFLONDON MUSICIANS LIMITED

We have audited the financial statements on pages 3 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 4.

Respective Responsibilities of Directors and Auditors

As described on page 4a 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

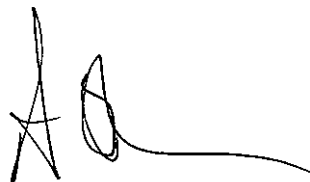
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 29th February 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.

MIDDLESEX HOUSE  
29/45 HIGH STREET  
EDGWARE  
MIDDLESEX HA8 7LH



ALTMAN, BLANE & CO.  
CHARTERED ACCOUNTANTS  
& REGISTERED AUDITORS

14th May 1996

## LONDON MUSICIANS LIMITED

## BALANCE SHEET

AS AT 29TH FEBRUARY 1996

	THIS YEAR	LAST YEAR
	£	£
<b>FIXED ASSETS</b>		
Tangible Assets per Schedule	249,173	238,050
<b>CURRENT ASSETS</b>		
Trade Debtors	86,777	19,218
Prepayments and Accrued Income	3,758	2,878
Cash at Bank and in Hand	21,132	-
	111,667	22,096
<b>CREDITORS [Amounts due within one year]</b>		
Trade Creditors	20,591	800
Other Creditors	91,694	22,560
Directors' Current Accounts	24,619	42,288
Bank Overdraft	4,278	6,034
Bank Loan (Secured)	15,675	15,675
Current Taxation	14,727	10,013
	171,584	97,370
<b>NET CURRENT LIABILITIES</b>	(59,917)	(75,274)
	189,256	162,776
<b>CREDITORS [Amounts due after one year]</b>		
Bank Loan (Secured)	(121,899)	(131,064)
	67,357	31,712

## LONDON MUSICIANS LIMITED


## BALANCE SHEET

AS AT 29TH FEBRUARY 1996

	THIS YEAR		LAST YEAR	
	£	£	£	£
CAPITAL AND RESERVES				
=====				
SHARE CAPITAL				
Authorised Share Capital				
50000 Ordinary Shares of £1 each	50,000		50,000	
	=====		=====	
Issued and Fully Paid				
5,000 Ordinary Shares of £1 each		5,000		5,000
PROFIT AND LOSS ACCOUNT		62,357		26,712
		-----		-----
		67,357		31,712
		=====		=====

The directors have taken advantage, in the preparation of the accounts, of the special exemptions applicable to small companies. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

These accounts were approved by the board on 14th May 1996

  
 .....  
 Director (D.White Esq.)

LONDON MUSICIANS LIMITEDNOTES TO THE ACCOUNTSFOR THE YEAR ENDED 29TH FEBRUARY 19961.ACCOUNTING POLICIES

The following paragraphs summarise the more important accounting policies of the company which are the same as in previous years.

a) Basis of Accounting

The accounts have been prepared under the historical cost convention.

b) Depreciation

The cost of fixed assets has been depreciated over the estimated useful life of the asset as stated hereunder:-

<u>Asset</u>	<u>Rate</u>	<u>Method</u>
Computer	20%	Straight Line
Office Fixtures & Fittings and Equipment	10%	Reducing Balance
Motor Vehicles	25%	Reducing Balance

It is considered by the directors that the residual value attributable to the freehold property is at least the figure stated in the Balance Sheet and therefore no provision for depreciation has been made.

c) Turnover

This comprises gross fees invoiced exclusive of Value Added Tax.

d) Deferred Taxation

No provision has been made for deferred taxation as no such liability is expected to arise in the foreseeable future.

e) Cash Flow Statement

The company qualifies as a small company under the Companies Act 1985. The directors have elected to take advantage of the exemptions under FRS1 not to prepare a Cash Flow Statement.

2.PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
<u>AFTER CHARGING:</u>		
Auditors' Remuneration	2,750	2,350
Bank Loan Interest	14,663	3,531
Depreciation	6,779	4,063
Interest on Taxation	48	-
	=====	=====

3 SECURED BANK LOAN

The Bank Loan is secured by a First Legal Charge on the company's freehold property. The Loan is repayable over a period of 10 years with interest being charged at 3.5% above the Cooperative Bank's base rate.

LONDON MUSICIANS LIMITEDNOTES TO THE ACCOUNTSFOR THE YEAR ENDED 29TH FEBRUARY 1996

(Cont)

4 CONTINGENT LIABILITIES

There are no Contingent Liabilities at the Balance Sheet Date. (1996:£42,600)

5. OTHER CREDITORS

Included within other creditors is an amount of £21,349 in respect of Value Added Tax.

6.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:

- a. Select suitable accounting policies and then apply them consistently.
- b. Make judgements and estimates that are reasonable and prudent.
- c. 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.



## LONDON MUSICIANS LIMITED

## SCHEDULE OF TANGIBLE ASSETS

FOR THE YEAR ENDED 29TH FEBRUARY 1996

## COST

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	OPENING BALANCE	ADDITIONS	DISPOSALS	CLOSING BALANCE
	£	£	£	£
Computer	15,259	9,234	-	24,492
Office Fixtures & Fittings and Equipment	12,825	4,869	-	17,694
Motor Vehicles	-	3,800	-	3,800
Freehold Property	219,336	-	-	219,336
	-----	-----	-----	-----
	247,420	17,903	-	265,322
	=====	=====	=====	=====

## DEPRECIATION

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	OPENING BALANCE	CHARGE FOR YEAR	CHARGE ON DISPOSALS	CLOSING BALANCE
	£	£	£	£
Computer	7,282	4,410	-	11,692
Office Fixtures & Fittings and Equipment	2,088	1,419	-	3,507
Motor Vehicles	-	950	-	950
	-----	-----	-----	-----
	9,370	6,779	-	16,149
	=====	=====	=====	=====

## BOOK VALUE

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	PREVIOUS YEAR	CURRENT YEAR
	£	£
Computer	7,977	12,800
Office Fixtures & Fittings and Equipment	10,737	14,187
Motor Vehicles	-	2,850
Freehold Property	219,336	219,336
	-----	-----
	238,050	249,173
	=====	=====

## LONDON MUSICIANS LIMITED

## PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 29TH FEBRUARY 1996

	THIS YEAR		LAST YEAR	
	£	£	£	£
TURNOVER		1,075,781		789,228
LESS:- COST OF SALES		877,956		627,345
		-----		-----
GROSS PROFIT		197,825		161,883
LESS:				
Distribution Costs	17,899		12,202	
Administrative Expenses	110,418		103,961	
		-----		-----
		128,317		116,163
		-----		-----
		69,508		45,720
ADD:-				
Rents Receivable		1,938		-
Bank Deposit Interest		13		2
		-----		-----
		71,459		45,722
LESS:				
Interest Payable and Similar Charges		16,087		7,143
		-----		-----
PROFIT BEFORE TAXATION		55,372		38,579
LESS: United Kingdom Taxation based on ordinary activities:				
Corporation Tax at 25%	14,085		10,013	
Under provision for Taxation in Prior Year	642		268	
		-----		-----
		14,727		10,281
		-----		-----
PROFIT AFTER TAXATION		40,645		28,298
DIVIDENDS PAID (NET)		5,000		4,800
		-----		-----
		35,645		23,498
ACCUMULATED PROFITS BROUGHT FORWARD		26,712		8,114
		-----		-----
		62,357		31,612
BONUS ISSUE OF ORDINARY SHARES		-		4,900
		-----		-----
ACCUMULATED PROFITS CARRIED				
=====				
FORWARD		62,357		26,712
=====		=====		=====

There have been no recognised gains or losses other than the profit for the year.