

VGI ENTERTAINMENT LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2002



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COMPANIES HOUSE

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30/04/03

VGI ENTERTAINMENT LIMITED

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VGI ENTERTAINMENT LIMITED

INDEPENDENT AUDITORS' REPORT TO VGI ENTERTAINMENT LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 30 June 2002 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Brett Adams

Chartered Accountants
Registered Auditor

25 APRIL 2003

25 Manchester Square
London
W1U 3PY

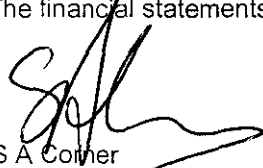
VGI ENTERTAINMENT LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 JUNE 2002

	Notes	2002 £	£	2001 £	£
Fixed assets					
Intangible assets	2	491,563		944,481	
Tangible assets	2	416,883		417,357	
		<u>908,446</u>		<u>1,361,838</u>	
Current assets					
Stocks		90,156		177,612	
Debtors		847,584		1,091,568	
Cash at bank and in hand		811,741		563,757	
		<u>1,749,481</u>		<u>1,832,937</u>	
Creditors: amounts falling due within one year		<u>(2,442,067)</u>		<u>(2,948,092)</u>	
Net current liabilities			(692,586)		(1,115,155)
Total assets less current liabilities			<u>215,860</u>		<u>246,683</u>
Capital and reserves					
Called up share capital	3		167		167
Profit and loss account			215,693		246,516
Shareholders' funds			<u>215,860</u>		<u>246,683</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 23 April 2003


S A Colner
Director

VGI ENTERTAINMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts. Revenue is recognised in the period in which film materials are supplied. Revenue is deferred in all cases where goods are invoiced in advance of supply.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% on cost
Fixtures, fittings & equipment	20% straight line
Motor vehicles	25% reducing balance

The carrying value of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate that the carrying value not not be recoverable.

1.4 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
At 1 July 2001	1,718,119	551,808	2,269,927
Additions	30,163	27,455	57,618
	<hr/>	<hr/>	<hr/>
At 30 June 2002	1,748,282	579,263	2,327,545
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 July 2001	773,638	134,451	908,089
Charge for the year	483,081	27,929	511,010
	<hr/>	<hr/>	<hr/>
At 30 June 2002	1,256,719	162,380	1,419,099
	<hr/>	<hr/>	<hr/>
Net book value			
At 30 June 2002	491,563	416,883	908,446
	<hr/>	<hr/>	<hr/>
At 30 June 2001	944,481	417,357	1,361,838
	<hr/>	<hr/>	<hr/>

VGI ENTERTAINMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2002

3	Share capital	2002 £	2001 £
	Authorised		
	9,000 Ordinary 'A' shares of £1 each	9,000	9,000
	1,000 Ordinary 'B' shares of £1 each	1,000	1,000
		<hr/>	<hr/>
		10,000	10,000
		<hr/>	<hr/>
	Allotted, called up and fully paid		
	100 Ordinary 'A' shares of £1 each	100	100
	67 Ordinary 'B' shares of £1 each	67	67
		<hr/>	<hr/>
		167	167
		<hr/>	<hr/>

The Ordinary 'B' shares have no voting, capital or income rights.