REGISTERED NUMBER
2983132
England and Wales

A WING & A PRAYER LIMITED

ANNUAL REPORT AND ACCOUNTS

30th September 2003

A WING & A PRAYER LIMITED

ANNUAL REPORT AND ACCOUNTS - 30TH SEPTEMBER 2003

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A WING & A PRAYER LIMITED

REPORT OF THE DIRECTORS

for the year ended 30th September 2003

Financial Statements

The directors present their annual report with the accounts of the company for the year ended 30th September 2003.

Directors' responsibilities

Company law requires the directors to prepare accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures, disclosed and explained in the accounts;
- prepare the accounts on a 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 accounts 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.

Principal activity

The principal activity of the company in the year under review was to market recorded music.

A WING & A PRAYER LIMITED

REPORT OF THE DIRECTORS

For the year ended 30th September 2003

Directors and their interests

The directors in office in the year and their interests in the company's issued ordinary share capital of the company were as follows

	30th September 2003	1st October 2002
D. Suff	1 'A' Share	1 'A' Share
	60 'B' Shares	60 'B' Shares
J. Suff	1 'A' Share	1 'A' Share
	2 'B' Shares	2 'B' Shares

The directors have no interest in the shares of any other group company, including rights to subscribe for shares.

This report has been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Signed on behalf of the
board of directors

....
D. SUFF
Secretary

Approved by the board 23rd July 2004

ACCOUNTANTS' REPORT TO

THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF

A WING & A PRAYER LIMITED

We report on the accounts for the year ended 30 September 2003 set out on pages 4 to 9.

Respective responsibilities of directors and reporting accountants
As described on page 1, the company's directors are responsible for the preparation of the accounts and they consider that the company is exempt from an audit.

In order to assist you to fulfil your statutory responsibilities, you have instructed us, in a letter of engagement dated 29 April 2003, to compile the annual accounts based on the accounting records maintained by the company and the information and explanations supplied to us.

Basis of engagement
We have a professional duty to compile accounts which conform with generally accepted accounting principles. We planned our work on the basis that no report is required by statute or regulation for the year. Our work as the compilers of the annual accounts is not an audit of the accounts in accordance with auditing standards. Consequently, our work does not provide assurance that the accounting records or accounts are free from material mis-statement, whether caused by fraud, other irregularities or error and, accordingly, no such assurance or opinion is given by us, whether implied or expressed.

Report
We report that, in accordance with your instructions and in order to assist you to fulfil your responsibilities, we have compiled, without carrying out an audit, the accounts from the accounting records of the company and from the information and explanations supplied to us.

....
Valentine Ellis & Co.
Chartered Accountants

The Charterhouse
Preacher's Court,
The Charterhouse,
Charterhouse Square,
London EC1M 6AS

1 July 2004

A WING & A PRAYER LIMITED

PROFIT AND LOSS ACCOUNT

Year to 30th September 2003

	Notes	Year to 30.9.2003 £	Year to 30.9.2002 £
TURNOVER	2	100,529	58,532
Cost of Sales		-56,976	-32,468
GROSS PROFIT		43,553	26,064
Distribution costs		-6,496	-6,268
Administrative expenses		-9,870	-9,700
OPERATING PROFIT		27,187	10,096
Interest receivable		218	121
Interest payable		-5	-
PROFIT on ordinary activities before taxation		27,400	10,217
Tax refundable		-	732
Tax on profit on ordinary activities		-4,071	-
PROFIT for the financial year		23,329	10,949
Dividends paid or proposed on equity shares		-14,000	-16,000
Retained **PROFIT/(LOSS)** for the financial year		9,329	-5,051
Retained profit at the beginning of the year		791	5,842
Retained profit carried forward		£10,120	£791

All the above results derive from continuing operations.

The company has no recognised gains or losses other than the profit and loss for the above financial periods.

A WING & A PRAYER LIMITED

BALANCE SHEET - 30th September 2003

	Notes	30th September 2003 £	30th September 2002 £
FIXED ASSETS			
Tangible assets	4	5,910	395
CURRENT ASSETS			
Stocks (finished goods)		16,250	13,500
Debtors	5	7,555	6,516
Cash at bank and in hand		17,276	9,597
		41,081	29,613
CREDITORS : amounts falling due within one year	6	-36,804	-29,150
NET CURRENT ASSETS		4,277	463
TOTAL ASSETS LESS CURRENT LIABILITIES		£10,187	£858
CAPITAL AND RESERVES			
Called up share capital	7	67	67
Profit and loss account		10,120	791
SHAREHOLDERS' FUNDS (All equity)	8	£10,187	£858

For the financial year ended 30th September 2003, the company was entitled to exemption from audit under Section 249A(1) Companies Act 1985, and no notice has been deposited under Section 249B(2).

A WING & A PRAYER LIMITED

BALANCE SHEET - 30th September 2003

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The directors acknowledge their responsibilities for the following

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

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Signed on behalf of the board of directors

Jean M. Suff.
J. SUFF
Director

Approved by the board: 23rd July 2004

A WING & A PRAYER LIMITED

NOTES TO THE ACCOUNTS - YEAR TO 30TH SEPTEMBER 2003

1. ACCOUNTING POLICIES

a) The financial statements have been prepared in accordance with applicable accounting standards under the historical cost convention and in accordance with the Financial Reporting Standard fcr Smaller Entities (effective June 2002).

b) Turnover
Turnover comprises the invoiced value of goods and services supplied by the company, net of trade discounts and value added tax.

c) Tangible fixed assets and depreciation
Depreciation is provided at the rate of 25% per annum on written down value calculated in order to reduce the book value of the assets to estimated residual value over their estimated useful working lives. No depreciation is provided on premises additions.

d) Stocks
Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2. TURNOVER

Turnover attributable to geographical markets outside the United Kingdom amounted to 5% (2002 - 5%) of total turnover.

3. OPERATING PROFIT

The operating profit is stated after charging:

	Year to 30th September 2003	Year to 30th September 2002
	£	£
Depreciation of tangible fixed assets owned by the company	147	1161

A WING & A PRAYER LIMITED

NOTES TO THE ACCOUNTS - YEAR TO 30TH SEPTEMBER 2003

4 TANGIBLE FIXED ASSETS

	Plant and Machinery	Premises	Total
	£	£	£
Cost or Valuation			
1 October 2002	4,696	-	4,696
Additions	197	5,465	5,662
Disposals	-	-	-
30 September 2002 (cost)	4,893	5,465	10,358
Depreciation			
1 October 2002	4,301	-	4,301
Disposals	-	-	-
Charge for the year	147	-	147
30 September 2003	4,448	-	4,448
Net book value			
30 September 2003	£445	£5,465	£5,910
30 September 2002 (cost)	£395	-	£395

5 DEBTORS

	30th September 2003	30th September 2002
	£	£
Corporation tax refundable	-	733
Trade debtors	7,554	5,468
Sundry debtors	1	315
	7,555	6,516

6 CREDITORS : AMOUNTS FALLING DUE WITHIN ONE YEAR

	£	£
Directors loan account (repayable on demand)	57	676
Trade creditors (including VAT payable of £1805)	14,426	8,274
Corporation tax	4,071	-
Proposed dividend	14,000	16,000
Other creditors	4,250	4,200
	£36,804	£29,150

Deferred tax has not been provided as it is not considered to be material.

7 CALLED UP SHARE CAPITAL

Authorised		
1000 'A' Ordinary shares of £1 each	£1,000	£1,000
90 'B' Ordinary shares of £1 each	£90	£90
Allotted, called up and fully paid		
3 'A' Ordinary shares of £1 each	3	3
64 'B' Ordinary shares of £1 each	64	64
	£67	£67

A WING & A PRAYER LIMITED

NOTES TO THE ACCOUNTS - YEAR TO 30TH SEPTEMBER 2003

8. SHAREHOLDERS' FUNDS

Reconciliation of movement on shareholders' funds	30th September 2003	30th September 2002
Profit for the financial year after taxation	23,329	10,949
Dividends	(14,000)	(16,000)
	9,329	(5,051)
Opening shareholders' funds at 1 October 2002	858	5,909
Closing shareholders' funds at 30th September 2003	£10,187	£858

9. DIVIDENDS

	Year to 30th September 2003 £	Year to 30th September 2002 £
Dividend paid on Ordinary shares (equity)	-	-
Proposed dividend on Ordinary shares	14,000	16,000
	£14,000	£16,000

10. FINANCIAL COMMITMENTS

The company had no capital commitments, either authorised or contracted for at the year end.

11. RELATED PARTY TRANSACTIONS

Expenses paid to director

Mr. D. Suff, a director, received reimbursements of expenses totalling £476 during the year to 30th September 2003.

Controlling party

Mr. D. Suff and his wife Mrs. J. Suff together with their daughter, Mrs R. Baylis, control the company as a result of controlling directly 100% of the issued Ordinary share capital.

A WING & A PRAYER LIMITED

DETAILED PROFIT AND LOSS ACCOUNT

FOR THE YEAR TO 30TH SEPTEMBER 2003

	Year to 30th September 2003		Year to 30th September 2002
	£	£	£
SALES AND ROYALTIES		100,529	58,532
COST OF SALES			
Opening Stock 1 October 2002	13,500		
Purchases	9,995		
	23,495		
Less Stock 30th September 2003	16,250		
	7,245		
Manufacturing costs	23,141		
Recording costs	2,156		
Royalties payable	24,434	56,976	32,468
GROSS PROFIT (43% : 2002 - 36%)		£43,553	£26,064
DISTRIBUTION COSTS			
Advertising	3,981		5,060
Photography	652		159
Travel and transport	1,863	6,496	1,049
ADMINISTRATIVE EXPENSES			
Postage and stationery	5,027		3,853
Accountancy	2,055		2,205
Telephone and internet	1,183		1,095
Depreciation of equipment	147		1161
Bank charges	908		975
Bad debts	-		43
Miscellaneous expenses	550	9,870	368
		£16,366	£15,968
OPERATING PROFIT		27,187	10,096
INTEREST PAYABLE			
Loan interest		-5	-
INVESTMENT INCOME			
Interest on overpaid tax		23	-
Bank interest		195	121
PROFIT on ordinary activities before taxation		£27,400	£10,217