

REGISTERED NUMBER  
2983132  
England and Wales

**A WING & A PRAYER LIMITED**

**ANNUAL REPORT AND ACCOUNTS**

**30th September 2002**



**A WING & A PRAYER LIMITED**

**ANNUAL REPORT AND ACCOUNTS - 30TH SEPTEMBER 2002**

Pages	1 - 2	Report of the directors
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Accounts, comprising:

4	Profit and Loss account
5 - 6	Balance Sheet
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The following pages do not form part of the  
Statutory accounts:

10	Detailed Profit and Loss account
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**A WING & A PRAYER LIMITED**

**REPORT OF THE DIRECTORS**

**for the year ended 30th September 2002**

**Financial Statements**

The directors present their annual report with the accounts of the company for the year ended 30th September 2002.

**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 2002****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


	<u>30th September</u> <u>2002</u>	<u>1st October</u> <u>2001</u>
D. Suff	1 'A' Share 60 'B' Shares	1 'A' Share 60 'B' Shares
J. Suff	1 'A' Share 2 'B' Shares	1 'A' Share 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.

8 Charlecote Grove,  
Sydenham,  
London, SE26 4BW

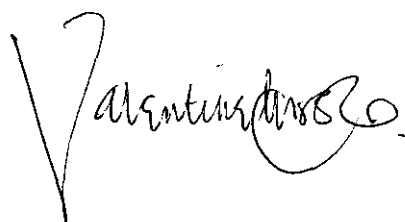
Signed on behalf of the  
board of directors

  
.....  
D. SUFF  
Secretary

Approved by the board 20<sup>th</sup> May 2003

ACCOUNTANTS' REPORT TO  
THE DIRECTORS  
A WING & A PRAYER LIMITED

In accordance with instructions given to us, we have prepared without carrying out an audit the accounts on pages 4 to 9 from the accounting records of A Wing & A Prayer Limited and from information and explanations supplied to us.

A handwritten signature in black ink, appearing to read 'Valentine Ellis & Co.', with a large, stylized 'V' at the beginning.

Valentine Ellis & Co.  
The Charterhouse  
London EC1M 6AS

31 May 2003

**A WING & A PRAYER LIMITED****PROFIT AND LOSS ACCOUNT****Year to 30th September 2002**

	<u>Notes</u>	<u>Year to</u> <u>30.9.2002</u> <u>£</u>	<u>Year to</u> <u>30.9.2001</u> <u>£</u>
<b>TURNOVER</b>	2	58,532	68,430
Cost of Sales		-32,468	-43,983
		<hr/>	<hr/>
<b>GROSS PROFIT</b>		26,064	24,447
Distribution costs		-6,268	-3,445
Administrative expenses		-9,700	-13,077
		<hr/>	<hr/>
<b>OPERATING PROFIT</b>		10,096	7,925
Interest receivable		121	118
Interest payable		-	-9
		<hr/>	<hr/>
<b>PROFIT on ordinary activities before taxation</b>		10,217	8,034
Tax refundable		732	-1,565
		<hr/>	<hr/>
<b>PROFIT for the financial year</b>		10,949	6,469
Dividends paid or proposed on equity shares		-16,000	-8,000
		<hr/>	<hr/>
Retained <b>PROFIT/(LOSS)</b> for the financial year		-5,051	-1,531
Retained profit at the beginning of the year		5,842	7,373
		<hr/>	<hr/>
Retained profit carried forward		£791	£5,842
		<hr/> <hr/>	<hr/> <hr/>

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 2002**

	<u>Notes</u>	<u>30th September</u> <u>2002</u> £	<u>30th September</u> <u>2001</u> £
<b>FIXED ASSETS</b>			
Tangible assets	4	395	145
		<hr/>	<hr/>
<b>CURRENT ASSETS</b>			
Stocks (finished goods)		13,500	11,500
Debtors	5	6,516	6,556
Cash at bank		9,597	16,301
		<hr/>	<hr/>
		29,613	34,357
<b>CREDITORS : amounts falling due within one year</b>	6	-29,150	-28,593
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		463	5,764
		<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		£858	5,909
		<hr/> <hr/>	<hr/> <hr/>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	7	67	67
Profit and loss account		791	5,842
		<hr/>	<hr/>
<b>SHAREHOLDERS' FUNDS (All equity)</b>	8	£858	£5,909
		<hr/> <hr/>	<hr/> <hr/>

For the financial year ended 30th September 2002, 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 2002**

continued from page 5

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: 20<sup>th</sup> May 2003



**A WING & A PRAYER LIMITED**

**NOTES TO THE ACCOUNTS - YEAR TO 30TH SEPTEMBER 2002**

**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 for 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.
- 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% (2001 - 12%) of total turnover.

**3. OPERATING PROFIT**

The operating profit is stated after charging:

	<u>Year to</u> <u>30th September</u> <u>2002</u> <u>£</u>	<u>Year to</u> <u>30th September</u> <u>2001</u> <u>£</u>
Depreciation of tangible fixed assets owned by the company	1,161	49

**A WING & A PRAYER LIMITED****NOTES TO THE ACCOUNTS - YEAR TO 30TH SEPTEMBER 2002****4 TANGIBLE FIXED ASSETS**

	<u>Plant and Machinery</u> £
<b>Cost or Valuation</b>	
1 October 2001	3,285
Additions	1,411
Disposals	-
30 September 2002	<u>£4,696</u>
<b>Depreciation</b>	
1 October 2001	3,140
Disposals	-
Charge for the year	1,161
30 September 2002	<u>£4,301</u>
<b>Net book value</b>	
30 September 2002	<u>395</u>
30 September 2001	<u>£145</u>

**5 DEBTORS**

	<u>30th September 2002</u> £	<u>30th September 2001</u> £
Corporation tax refundable	733	-
Trade debtors	5,468	6,555
Sundry debtors (including VAT refundable of £314)	315	1
	<u>6,516</u>	<u>6,556</u>

**6 CREDITORS : AMOUNTS FALLING DUE  
WITHIN ONE YEAR**

	<u>£</u>	<u>£</u>
Directors loan account (repayable on demand)	676	2,721
Loan from related company	-	1,141
Trade creditors	8,274	12,638
Corporation tax	-	1,565
Proposed dividend	16,000	8,000
Other creditors	4,200	2,528
	<u>£29,150</u>	<u>£28,593</u>

**7 CALLED UP SHARE CAPITAL**

	<u>30th September 2002</u> £	<u>30th September 2001</u> £
<b>Authorised</b>		
1000 'A' Ordinary shares of £1 each	£1,000	£1,000
90 'B' Ordinary shares of £1 each	£90	£90
<b>Allotted, called up and fully paid</b>		
3 'A' Ordinary shares of £1 each	3	3
64 'B' Ordinary shares of £1 each	64	64
	<u>£67</u>	<u>£67</u>

**A WING & A PRAYER LIMITED****NOTES TO THE ACCOUNTS - YEAR TO 30TH SEPTEMBER 2002**

	<u>30th September</u> <u>2002</u>	<u>30th September</u> <u>2001</u>
<b>8. SHAREHOLDERS' FUNDS</b>		
Reconciliation of movement on shareholders' funds		
Profit for the financial period after taxation	10,949	6,469
Dividends	(16,000)	(8,000)
	(5,051)	(1,531)
Opening shareholders' funds at 1 October 2001	<u>5,909</u>	<u>7,440</u>
Closing shareholders' funds at 30th September 2002	<u>£858</u>	<u>£5,909</u>

**9. DIVIDENDS**

	<u>Year to</u> <u>30th September</u> <u>2002</u> <u>£</u>	<u>Year to</u> <u>30th September</u> <u>2001</u> <u>£</u>
Dividend paid on Ordinary shares (equity)	-	-
Proposed dividend on Ordinary shares	<u>16,000</u>	<u>8,000</u>
	<u>£16,000</u>	<u>£8,000</u>

**10. FINANCIAL COMMITMENTS**

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

**11. RELATED PARTY TRANSACTIONS**

Mr. D. Suff, a director, received reimbursements of expenses totalling £305 during the year to 30th September 2002.

**12. 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 2002**

	<u>Year to</u> <u>30th September</u> <u>2002</u>		<u>Year to</u> <u>30th September</u> <u>2001</u>	
	<u>£</u>	<u>£</u>	<u>£</u>	
<b>SALES AND ROYALTIES</b>		58,532		68,430
<b>COST OF SALES</b>				
Opening Stock 1 October 2001	11,500			
Purchases	15,247			
	<u>26,747</u>			
<u>Less Stock 30th September 2002</u>	<u>-13,500</u>			
	13,247			
Manufacturing costs	8,586			
Recording costs	3,166			
Royalties	7,469	32,468		43,983
<b>GROSS PROFIT (36% : 2001 - 36%)</b>		<u>26,064</u>		<u>24,447</u>
<b>DISTRIBUTION COSTS</b>				
Advertising	5,060			1,678
Photography	159			48
Travel and transport	<u>1,049</u>	6,268		1,719
<b>ADMINISTRATIVE EXPENSES</b>				
Postage and stationery	3,853			3,973
Accountancy	2,205			1,634
Telephone and equipment	1,095			655
Depreciation of equipment	1,161			49
Bank charges	975			1,079
Bad debts	43			5,177
Miscellaneous expenses	<u>368</u>	9,700		510
		<u>15,968</u>		<u>16,522</u>
<b>OPERATING PROFIT</b>		10,096		7,925
<b>INTEREST PAYABLE</b>				
Loan interest				-9
<b>INVESTMENT INCOME</b>				
Bank interest		<u>121</u>		<u>118</u>
<b>PROFIT on ordinary activities before taxation</b>		<u>£10,217</u>		<u>£8,034</u>