

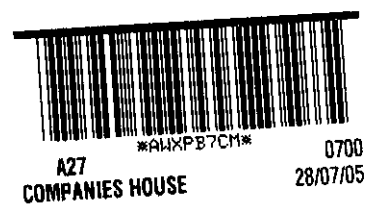
3062735

BLUEHOUSE PRODUCTIONS LIMITED

Report and financial statements

Year ended

30 September 2004



BLUE HOUSE PRODUCTIONS LIMITED

Annual report and financial statements for the year ended 30 September 2004

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Directors

L Shapero
B Shapero
E Lewis
M Alchin

Secretary and registered office

L Shapero, 125 Leighton Road, London, NW5 2RB

Company Number

3062735

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BLUE HOUSE PRODUCTIONS LIMITED

Report of the directors for the year ended 30 September 2004

The directors present their report together with the financial statements for the year ended 30 September 2004

Change of Name

On 11 January 2001, the company changed its name from Alchin Films Limited to Blue House Productions Limited.

Results and Dividends

The directors are satisfied with the result for the year.

The directors do not recommend the payment of a dividend.

Principal activities, trading review and future developments

The principal activity of the company is the development and production of short films and documentaries for the international market.

The company remained active during the year and the directors are confident of future growth.

Directors

The directors of the company during the period and their interests in the ordinary share capital of the company were:

	Ordinary £1 shares	
	2004	2003
L Shapero	65	65
B Shapero	6	6
E Lewis	8	8
M Alchin	6	6

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period 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 :

BLUE HOUSE PRODUCTIONS LIMITED

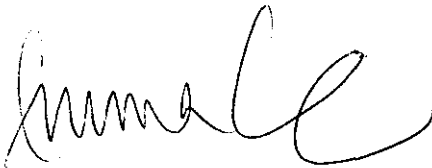
Report of the directors for the year ended 30 September 2004

Directors' responsibilities (continued)

- * 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.

By order of the Board

A handwritten signature in black ink, appearing to read 'E Lewis', written over a horizontal line.

E Lewis

Company Director

22 July 2005

BLUE HOUSE PRODUCTIONS LIMITED**Profit and Loss account for the year ended 30 September 2004**

	Note	2004	2003
		£	£
Turnover	2	63594	36293
Cost of sales		-	-
		<hr/>	<hr/>
Gross Profit		63594	36293
Administrative Expenses		63680	35898
		<hr/>	<hr/>
Loss / Profit on ordinary activities before taxation	3	(86)	395
Taxation	5	-	-
		<hr/>	<hr/>
Retained Loss / Profit for the year after taxation		(86)	395
		<hr/> <hr/>	<hr/> <hr/>

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

The notes on pages 5 to 7 form part of these financial statements

BLUE HOUSE PRODUCTIONS LIMITED

Balance Sheet at 30 September 2004

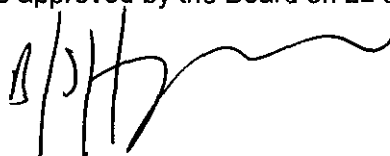
	Note	2004	2003
		£	£
Fixed Assets			
Tangible assets	6	-	649
Current assets			
Debtors	7	1187	1187
Cash at Bank and in hand		3194	1565
		<u>4381</u>	<u>2752</u>
Creditors: amounts falling due within one year	8	<u>17115</u>	<u>16049</u>
Net current liabilities		(12734)	(13297)
Total assets less current liabilities		<u>(12734)</u>	<u>(12648)</u>
Capital and Reserves			
Called up share capital	9	100	100
Share Premium account	10	14990	14990
Profit and loss account	10	<u>(27824)</u>	<u>(27738)</u>
		(12734)	(12648)

The directors have:

- taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1) [total exemption]
- confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985
- acknowledged their responsibilities for preparing accounts which give a true and fair view of the company and of its results for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.

The financial statements were approved by the Board on 22 July 2005

Director) B J Shapero



The notes on page 5 to 7 form part of these financial statements

BLUE HOUSE PRODUCTIONS LIMITED

Notes forming part of the financial statements for the year ended 30 September 2004

1. Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. The following *principal accounting policies have been applied*:

Depreciation

Depreciation is provided to write off cost less residual value of all fixed assets over their expected useful lives. It is calculated at the following rates:

Office equipment	- 25% Straight line balance
Computer equipment	- 25% Straight line balance

Cash flow statement exemption

As permitted by Financial Reporting Standard 1, a cash flow statement has not been produced as the company qualifies as a small company and is entitled to the exemptions available under sections 246 to 249 of the Companies Act 1985.

2. Turnover

The turnover and the result for the period is attributable to the company's principal activity.

3. Profit on ordinary activities before and after taxation

	2004 £	2003 £
This is stated after charging:		
Depreciation of tangible fixed assets	649	763

4. Staff costs

Director's fees	-	-
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5. Taxation

The company has tax losses of approximately £27000 available to carry forward against future profits.

BLUE HOUSE PRODUCTIONS LIMITED

Notes forming part of the financial statements for the year ended 30 September 2004

6. Tangible fixed assets

	Office equipment £	Computer equipment £	Total £
<i>Cost</i>			
Balance at the beginning of year	205	2857	3062
Additions during year	-	-	-
Balance at the end of year	<u>205</u>	<u>2857</u>	<u>3062</u>
<i>Depreciation</i>			
Balance at the beginning of year	205	2208	2413
Charge during year	-	649	649
Balance at the end of year	<u>205</u>	<u>2857</u>	<u>3062</u>
<i>Net book value</i>			
Balance at the end of year	<u>0</u>	<u>0</u>	<u>0</u>
Balance at the beginning of year	<u>0</u>	<u>649</u>	<u>649</u>

7. Debtors

	2004 £	2003 £
Other Debtors	<u>1187</u>	<u>1187</u>

8. Creditors: amounts falling due within one year

	2004 £	2003 £
Taxation and social security	3069	2003
Other creditors	<u>14046</u>	<u>14046</u>
	<u>17115</u>	<u>16049</u>

BLUE HOUSE PRODUCTIONS LIMITED**Notes forming part of the financial statements for the year ended 30 September 2004**

	2004 £	2003 £
9. Share capital		
<i>Authorised</i>		
1000 Ordinary shares of £1 each	1000	1000
	<hr/>	<hr/>
<i>Allotted, called up and fully paid</i>		
100 Ordinary shares of £1 each	100	100
	<hr/>	<hr/>
10. Reserves		
	Share premium account £	Profit and loss account £
Balance @ beginning of year	14990	(27738)
During the year	-	(85)
	<hr/>	<hr/>
Balance @ end of year	14990	(27823)
	<hr/>	<hr/>

The page which follows does not
form part of the statutory
financial statements of the company

BLUE HOUSE PRODUCTIONS LIMITED

Detailed profit and loss account for the year ended 30 September 2004

	£	2004 £	£	2003 £
Turnover		63594		36293
Cost of Sales - Development and Production Costs		-		-
		<u>63594</u>		<u>36293</u>
Less: Administrative expenses				
Producers Fees	34600		16500	
Editing, Writing and Translators Fees	27600		17800	
Stationery	32		12	
Telephone	261		85	
Sundry Expenses	65		504	
Bank charges	29		43	
Equipment Costs	444		191	
Depreciation				
- Office Equipment	-		49	
- Computer Equipment	649		714	
		<u>63680</u>		<u>35898</u>
(Loss)/Profit before Taxation		(86)		395
Taxation		-		-
Retained (Loss)/Profit after Taxation		<u>(86)</u>		<u>395</u>