

Directors Report, for the 12 months ended 31st March 2004Review of the business

The company trades as a film maker and in the provision of related film making services. There are no branches outside the United Kingdom. The company produced Trango Tower, which came second in its category in the Kendal Mountain Film Festival in November 2002. Cannibals and Crampons (produced by Icebox Films under contract to Ginger TV) won peoples choice at the Banff Mountain Film Festival, Canada, and won best film at the Kendal Mountain Film Festival, also in November 2002. In the current year Leo Houlding: my right foot, was highly commended at the Kendal Mountain Film Festival.

Other events:

May 2003, produced Detox Camp for Channel 5.

September 2003, produced and directed BBC1 Extreme Lives 'Leo Houlding – My right foot'.

January 2004, produced and directed under contract for BBC2 Timewatch 'The secrets of Enzo Ferrari'.

Significant post-balance sheet events.

Produced Extreme Celebrity Detox for Channel 4 – a series that the Director believes will raise the profile of the company significantly.

Directors and directors interests

During the year the following were directors of the company:

Ed Stobart

Ed Stobart held one share in the company at the year end. He presently has no rights to subscribe for any further shares.

Dividends

A dividend of £22,000 (2003: 21,000) was paid during the period.

Political and charitable donations

The company did not make any political or charitable donations during the year.

Statement of directors responsibilities

Company law requires the director 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

Statutory statement

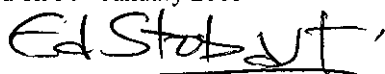
In preparing these accounts the director has:

- taken advantage of the Companies Act 1985 in not having these accounts audited under section 249A(1)
- confirms that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- acknowledges his responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- Acknowledges his responsibility for preparing accounts which give a true and fair view of the company and of its profit 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.
- taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985 and
 - in his opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

Approved by the board on 30th January 2005

Ed Stobart, Director

The notes on page 4 form part of these accounts

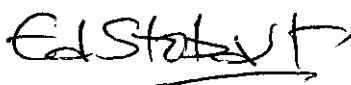


Profit and loss account
For the year ended 31st March 2004

	2003	2004
Turnover		
Professional services	55,000	62,100
Administrative expenses	<u>29,264</u>	<u>33,889</u>
Net ordinary income	25,736	28,211
Interest receivable	<u>82</u>	<u>66</u>
Net income	25,818	28,277
Corporation tax	<u>4,740</u>	<u>4,193</u>
Income attributable to ordinary shareholder	21,078	24,084
Dividends declared and paid during the year	<u>21,000</u>	<u>22,000</u>
Retained earnings for the year	78	2,084
Retained earnings brought forward	<u>6,650</u>	<u>6,728</u>
Retained earnings carried forward	6,728	8,812

Approved by the board on 30th January 2005

Ed Stobart, Director



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Balance Sheet
as at 31st March 2004

	2003	2004
<u>Fixed Assets</u>		
Tangible assets, note 2	2,893	3,462
<u>Current Assets</u>		
Cash at bank and in hand	<u>17,789</u>	<u>10,270</u>
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<u>Creditors: amounts falling due within one year</u>		
Director's loan account	9,267	880
Corporation tax	3,923	3,216
Other creditors	<u>763</u>	<u>823</u>
	13,953	4,919
Net current assets	<u>3,834</u>	<u>5,351</u>
Total assets less current liabilities	<u>6,729</u>	<u>8,813</u>
<u>Capital and reserves</u>		
Called up share capital, note 2.	1	1
Retained earnings	<u>6,728</u>	<u>8,812</u>
	<u>6,729</u>	<u>8,813</u>

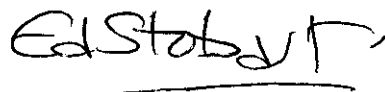
Statutory statement

In preparing these accounts the director has:

- f) taken advantage of the Companies Act 1985 in not having these accounts audited under section 249A(1)
- g) confirms that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- h) acknowledges his responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- i) Acknowledges his responsibility for preparing accounts which give a true and fair view of the company and of its profit 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.
- j) i) taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985 and
ii) in his opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

Approved by the board on 30th January 2005

Ed Stobart, Director



The notes on page 4 form part of these accounts

Notes to the accounts
For the 12 months ended 31st March 2004

1. Accounting policies

- a) These accounts have been prepared under the historical cost convention of accounting and in accordance with applicable accounting standards.
- b) Depreciation has been provided on a reducing balance basis in order to write off the cost of depreciable fixed assets over their estimated useful lives. The rates used are:

Office equipment, furniture and fittings, music library and film equipment: between 25 and 40% of WDV
Computer equipment: 100%

2. Tangible fixed assets

	Office Equip 25%	F & F 25%	Music 25%	Film 25%	Comp Equip 25%	
Brought forward	1,261	600	1,285	4,723	4,906	12,775
Purchased in the period	810		0	0	911	1,721
Balance carried forward	2,071	600	1,285	4,723	5,817	14,496
b/f	595	426	774	3,181	4,906	9,882
Charge in period	367	44	128	386	227	1,152
c/f	962	470	902	3,567	5,133	11,034
Book value of assets						
31/03/04	1,099	130	383	1,156	684	3,462
31/12/03	666	174	511	1,542	0	2,894

2. Called up share capital

£1 ordinary shares:

	Number	Value, £
Authorised	100	100
Allotted (in the year)	1	1

Statutory statement

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- e) i) taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985 and
ii) in his opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

Approved by the board on 24th January 2004

Ed Stobart, Director

