

Directors Report, for the year to 31st December 2001.Review 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.

Significant post-balance sheet events.

There have been no significant post balance sheet events.

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 £21,000 (2000: 20,000) was paid during the year.

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:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) 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:

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under section 249A(1)
- b) confirms that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- c) acknowledges his responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- d) 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.
- 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 2002

Ed Stobart, Director

Ed Stobart

The notes on page 4 form part of these accounts

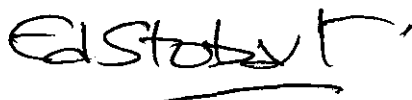


Profit and loss account
For the year ended 31st December 2001

Turnover	
Professional services	36,800
Administrative expenses	<u>25,440</u>
Net ordinary income	11,360
Interest receivable	<u>407</u>
Net income	11,767
Corporation tax	<u>1,398</u>
Income attributable to ordinary shareholder	10,369
Dividends declared and paid during the year	<u>21,000</u>
Retained earnings for the year	(10,631)
Retained earnings brought forward	<u>17,220</u>
Retained earnings carried forward	6,589

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Ed Stobart, Director



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Balance Sheet
as at 31st December 2001

Fixed Assets

Tangible assets, note 2	2,996
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Current Assets

Cash at bank and in hand	38,037
	38,037

Creditors: amounts falling due within one year,

Director's loan account	31,403
Corporation tax	1,398
PAYE and NIC	821
Other creditors	821
	34,443

Net current liabilities	3,594
Total assets less current liabilities	6,590

Capital and reserves

Called up share capital, note 2.	1
Retained earnings	6,589
	6,590

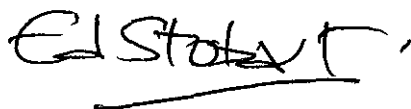
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Notes to the accounts
For the year to 31st December 2001

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, vehicles, music library and film equipment: between 25 and 40%
Computer equipment: 100%

2. Tangible fixed assets

	Office Equip	F & F	Music	Film	Comp Equip	Total
<u>Cost</u>						
As at 01/01/01	530	600	712	2,011	2,927	6,780
Purchased in the year	80	0	176	2,712	1,400	4,368
As at 31/12/01	610	600	888	4,723	4,327	11,148
<u>Accumulated Depreciation</u>						
As at 01/01/01	257	269	449	1,256	2,927	5,158
Charge in yr	100	83	136	1,274	1,400	2,993
As at 31/12/01	357	352	585	2,530	4,327	8,151
<u>Net book value</u>						
31/12/00	272	331	263	755	0	1,622
31/12/01	253	248	303	2,193	0	2,997

2. Called up share capital

£1 ordinary shares:

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

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