

**Group Strategic Report, Report of the Directors and
Consolidated Financial Statements for the Year Ended 30 September 2013
for
Barco Holdings Ltd**



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for the Year Ended 30 September 2013**

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Barco Holdings Ltd
Company Information
for the Year Ended 30 September 2013

DIRECTORS: P R Barrow
S J Barrow
P J Barrow

SECRETARY: S J Barrow

REGISTERED OFFICE: 8 Hampstead Gate
1A Frognal
Hampstead
London
NW3 6AL

REGISTERED NUMBER: 03904065 (England and Wales)

SENIOR STATUTORY AUDITOR: A J Azarang ACA

AUDITORS: Brackman Chopra LLP
Registered Auditors
8 Hampstead Gate
1 A Frognal
Hampstead
London
NW3 6AL

Group Strategic Report
for the Year Ended 30 September 2013

The directors present their strategic report of the company and the group for the year ended 30 September 2013.

REVIEW OF BUSINESS

The Directors considered the results for the year, and the financial position at the end of it, to be in line with expectations.

Given the straightforward nature of the business, the company's Directors are of the opinion that analysis using key performance indicators ("KPIs") is not necessary for an understanding of the development, performance or position of the business.

PRINCIPAL RISKS AND UNCERTAINTIES

The key business risks and uncertainties affecting the business are considered to relate to competition from both national and independent wholesalers and from the current downturn in the UK economy.

The company monitors credit risk closely and considers that its current policies of credit checks meet its objectives of managing exposure to credit risk.

The company has no significant concentrations of credit risk. Amounts shown in the balance sheet best represent the maximum credit risk exposure in the event that parties fail to perform their obligations under financial instruments.

FUTURE DEVELOPMENTS

The Directors anticipate that, despite the general downturn in economic conditions, the company will continue to maintain the current level of profitability.

FINANCIAL RISKS MANAGEMENT OBJECTIVES AND POLICIES

The company holds or issues financial instruments in order to achieve three main objectives being:

- a) To finance its operations
- b) To manage its exposure to interest and currency risks arising from its operations and from sources for finance; and
- c) For trading purposes

The various financial instruments (eg trade debtors, trade creditors, accruals and prepayments) arise directly from the company's operations. The company does not use complicated financial instruments including derivative financial instruments for trading purposes.

The board regularly reviews the financial requirements of the company and the risks associated therewith. Company operations are primarily financed from retained earnings, intra-group company loans, Directors Loan Accounts and bank borrowings (including an overdraft facility).

ON BEHALF OF THE BOARD:



S J Barrow - Secretary

13 June 2014

**Report of the Directors
for the Year Ended 30 September 2013**

The directors present their report with the financial statements of the company and the group for the year ended 30 September 2013.

DIVIDENDS

No dividends will be distributed for the year ended 30 September 2013.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2012 to the date of this report.

P R Barrow
S J Barrow
P J Barrow

DISCLOSURE IN THE STRATEGIC REPORT

The Directors have included disclosures regarding future developments and risk exposure within the Strategic Report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, Brackman Chopra LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



S J Barrow - Secretary

13 June 2014

**Report of the Independent Auditors to the Members of
Barco Holdings Ltd**

We have audited the financial statements of Barco Holdings Ltd for the year ended 30 September 2013 on pages six to twenty three. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30 September 2013 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

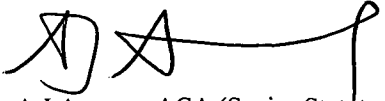
In our opinion the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
Barco Holdings Ltd**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



A J Azarang ACA (Senior Statutory Auditor)
for and on behalf of Brackman Chopra LLP
Registered Auditors
8 Hampstead Gate
1 A Frognal
Hampstead
London
NW3 6AL

13 June 2014

Barco Holdings Ltd (Registered number: 03904065)

**Consolidated Profit and Loss Account
for the Year Ended 30 September 2013**

	Notes	2013 £	£	2012 £	£
TURNOVER			12,804,572		13,503,199
Cost of sales			<u>9,925,239</u>		<u>9,593,693</u>
GROSS PROFIT			2,879,333		3,909,506
Distribution costs		82,109		146,749	
Administrative expenses		<u>2,777,654</u>		<u>2,122,830</u>	
			<u>2,859,763</u>		<u>2,269,579</u>
OPERATING PROFIT	3		19,570		1,639,927
Income from fixed asset investments		20,405		82,666	
Interest receivable and similar income		<u>15,496</u>		<u>15,796</u>	
			<u>35,901</u>		<u>98,462</u>
			55,471		1,738,389
Amounts written off investments	4		<u>(6,323)</u>		<u>(7,018)</u>
			61,794		1,745,407
Interest payable and similar charges	5		<u>111,654</u>		<u>144,526</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			(49,860)		1,600,881
Tax on (loss)/profit on ordinary activities	6		<u>3,885</u>		<u>381,807</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP			<u>(53,745)</u>		<u>1,219,074</u>

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year.


TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the loss for the current year and the profit for the previous year.

Consolidated Balance Sheet
30 September 2013

	Notes	2013 £	2012 £
FIXED ASSETS			
Tangible assets	9	2,200,320	2,237,118
Investments	10	2,262,116	2,215,793
		<u>4,462,436</u>	<u>4,452,911</u>
CURRENT ASSETS			
Stocks	11	2,678,791	2,965,983
Debtors	12	2,236,747	2,204,213
Cash at bank and in hand		3,565,416	2,173,070
		<u>8,480,954</u>	<u>7,343,266</u>
CREDITORS			
Amounts falling due within one year	13	5,585,073	4,335,182
NET CURRENT ASSETS		<u>2,895,881</u>	<u>3,008,084</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,358,317</u>	<u>7,460,995</u>
CREDITORS			
Amounts falling due after more than one year	14	(1,393,654)	(1,439,312)
PROVISIONS FOR LIABILITIES	18	(4,153)	(7,428)
NET ASSETS		<u>5,960,510</u>	<u>6,014,255</u>
CAPITAL AND RESERVES			
Called up share capital	19	1,500	1,500
Profit and loss account	20	5,959,010	6,012,755
SHAREHOLDERS' FUNDS	23	<u>5,960,510</u>	<u>6,014,255</u>

The financial statements were approved by the Board of Directors on 13 June 2014 and were signed on its behalf by:



P R Barrow - Director



S J Barrow - Director



P J Barrow - Director

The notes form part of these financial statements

Company Balance Sheet
30 September 2013

	Notes	2013 £	2012 £
FIXED ASSETS			
Tangible assets	9	-	-
Investments	10	1,505	1,505
		<u>1,505</u>	<u>1,505</u>
CURRENT ASSETS			
Debtors	12	2,215,284	2,660,941
Cash at bank		180	-
		<u>2,215,464</u>	<u>2,660,941</u>
CREDITORS			
Amounts falling due within one year	13	8,388	550,945
NET CURRENT ASSETS		<u>2,207,076</u>	<u>2,109,996</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,208,581</u>	<u>2,111,501</u>
CREDITORS			
Amounts falling due after more than one year	14	1,225,567	1,225,567
NET ASSETS		<u><u>983,014</u></u>	<u><u>885,934</u></u>
CAPITAL AND RESERVES			
Called up share capital	19	1,500	1,500
Profit and loss account	20	981,514	884,434
SHAREHOLDERS' FUNDS	23	<u><u>983,014</u></u>	<u><u>885,934</u></u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

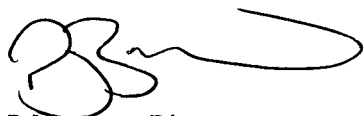
The financial statements were approved by the Board of Directors on 13 June 2014 and were signed on its behalf by:



P R Barrow - Director



S J Barrow - Director



P J Barrow - Director

Consolidated Cash Flow Statement
for the Year Ended 30 September 2013

	Notes	2013 £	2012 £
Net cash inflow from operating activities	1	2,116,629	726,038
Returns on investments and servicing of finance	2	(75,753)	(46,064)
Taxation		(387,191)	(231,085)
Capital expenditure and financial investment	2	(133,583)	(38,492)
		<u>1,520,102</u>	<u>410,397</u>
Financing	2	(49,471)	81,762
Increase in cash in the period		<u>1,470,631</u>	<u>492,159</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		1,470,631	492,159
Cash outflow from decrease in debt and lease financing		<u>49,471</u>	<u>81,762</u>
Change in net funds resulting from cash flows		<u>1,520,102</u>	<u>573,921</u>
Movement in net funds in the period		1,520,102	573,921
Net funds/(debt) at 1 October		<u>422,188</u>	<u>(151,733)</u>
Net funds at 30 September		<u>1,942,290</u>	<u>422,188</u>

The notes form part of these financial statements

Notes to the Consolidated Cash Flow Statement
for the Year Ended 30 September 2013

1. **RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2013 £	2012 £
Operating profit	19,570	1,639,927
Depreciation charges	129,215	151,403
Loss/(profit) on disposal of fixed assets	1,168	(30,261)
Decrease/(increase) in stocks	287,192	(127,898)
Decrease in debtors	32,528	282,403
Increase/(decrease) in creditors	1,646,956	(1,189,536)
Net cash inflow from operating activities	2,116,629	726,038

2. **ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	2013 £	2012 £
Returns on investments and servicing of finance		
Interest received	15,496	15,796
Interest paid	(111,221)	(144,526)
Interest element of hire purchase payments	(433)	-
Income from investments	20,405	82,666
Net cash outflow for returns on investments and servicing of finance	(75,753)	(46,064)
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(94,076)	(68,753)
Purchase of fixed asset investments	(40,000)	-
Sale of tangible fixed assets	493	30,261
Net cash outflow for capital expenditure and financial investment	(133,583)	(38,492)
Financing		
Loan repayments in year	(50,304)	81,762
Capital repayments in year	833	-
Net cash (outflow)/inflow from financing	(49,471)	81,762

Notes to the Consolidated Cash Flow Statement
for the Year Ended 30 September 2013

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/10/12 £	Cash flow £	At 30/9/13 £
Net cash:			
Cash at bank and in hand	2,173,070	1,392,346	3,565,416
Bank overdraft	(261,267)	78,285	(182,982)
	<u>1,911,803</u>	<u>1,470,631</u>	<u>3,382,434</u>
Debt:			
Hire purchase	-	(833)	(833)
Debts falling due within one year	(50,303)	4,646	(45,657)
Debts falling due after one year	<u>(1,439,312)</u>	<u>45,658</u>	<u>(1,393,654)</u>
	<u>(1,489,615)</u>	<u>49,471</u>	<u>(1,440,144)</u>
Total	<u>422,188</u>	<u>1,520,102</u>	<u>1,942,290</u>

Notes to the Consolidated Financial Statements
for the Year Ended 30 September 2013

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Long leasehold	- Straight line over the life of the lease
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 10% - 25% Straight Line
Motor vehicles	- 25% Straight Line
Computer equipment	- 20% Straight Line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value.

2. STAFF COSTS

	2013	2012
	£	£
Wages and salaries	1,910,034	1,306,901
Social security costs	207,206	116,905
Other pension costs	22,238	118,633
	<u>2,139,478</u>	<u>1,542,439</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

2. **STAFF COSTS - continued**

The average monthly number of employees during the year was as follows:

	2013	2012
Warehouse and distribution	21	22
Sales	12	12
Administration	15	14
	<u>48</u>	<u>48</u>

3. **OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2013 £	2012 £
Depreciation - owned assets	129,213	151,404
Loss/(profit) on disposal of fixed assets	1,168	(30,261)
Auditors remuneration	32,417	30,030
Taxation compliance services	2,500	2,500
Other non-audit services	16,278	13,304
Foreign exchange differences	(15)	2
Operating lease rentals - motor vehicles	560	9,400
Operating lease rentals - office equipment	1,404	1,379
	<u>812,074</u>	<u>253,333</u>
Directors' remuneration	4,800	101,200
Directors' pension contributions to money purchase schemes	<u>4,800</u>	<u>101,200</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>3</u>	<u>3</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	2013 £	2012 £
Emoluments etc	648,074	103,333
Pension contributions to money purchase schemes	-	1,200
	<u>-</u>	<u>1,200</u>

4. **AMOUNTS WRITTEN OFF INVESTMENTS**

	2013 £	2012 £
Amounts written off investment	<u>(6,323)</u>	<u>(7,018)</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2013	2012
	£	£
Bank interest	11,112	12,132
Directors loan interest	94,504	101,528
Ingenious loan interest	5,525	30,866
Interest on tax paid late	80	-
Hire purchase	433	-
	<u>111,654</u>	<u>144,526</u>

6. TAXATION

Analysis of the tax charge

The tax charge on the loss on ordinary activities for the year was as follows:

	2013	2012
	£	£
Current tax:		
UK corporation tax	-	387,218
Adjustments	7,160	-
Total current tax	<u>7,160</u>	<u>387,218</u>
Deferred tax	<u>(3,275)</u>	<u>(5,411)</u>
Tax on (loss)/profit on ordinary activities	<u>3,885</u>	<u>381,807</u>

7. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £97,080 (2012 - £898,268).

8. PENSION COSTS

Barco Sales Ltd operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £4,800 (2012:£101,200).

Barco Sales Ltd operates a defined contribution group personal pension scheme in respect of the employees. the scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £17,437 (2012:£17,433). As at 30 September 2013 contributions in the sum of £2,669 (2012: £2,541) were outstanding.

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

9. TANGIBLE FIXED ASSETS

Group

	Long leasehold £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 October 2012	2,359,904	8,032	403,362
Additions	-	-	51,528
Disposals	-	(1,190)	(9,688)
At 30 September 2013	2,359,904	6,842	445,202
DEPRECIATION			
At 1 October 2012	306,310	5,742	354,328
Charge for year	29,198	481	21,309
Eliminated on disposal	-	(822)	(8,395)
At 30 September 2013	335,508	5,401	367,242
NET BOOK VALUE			
At 30 September 2013	2,024,396	1,441	77,960
At 30 September 2012	2,053,594	2,290	49,034
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 October 2012	260,754	463,454	3,495,506
Additions	33,449	9,099	94,076
Disposals	-	(62,859)	(73,737)
At 30 September 2013	294,203	409,694	3,515,845
DEPRECIATION			
At 1 October 2012	167,693	424,315	1,258,388
Charge for year	58,195	20,030	129,213
Eliminated on disposal	-	(62,859)	(72,076)
At 30 September 2013	225,888	381,486	1,315,525
NET BOOK VALUE			
At 30 September 2013	68,315	28,208	2,200,320
At 30 September 2012	93,061	39,139	2,237,118

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

9. TANGIBLE FIXED ASSETS - continued

Group

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
Additions	33,449
At 30 September 2013	33,449
NET BOOK VALUE	
At 30 September 2013	33,449

10. FIXED ASSET INVESTMENTS

	Group		Company	
	2013 £	2012 £	2013 £	2012 £
Shares in group undertakings	-	-	1,505	1,505
Participating interests	2	2	-	-
Other investments not loans	2,262,114	2,215,791	-	-
	<u>2,262,116</u>	<u>2,215,793</u>	<u>1,505</u>	<u>1,505</u>

Additional information is as follows:

Group

	Interest in other participating interests £	Unlisted investments £	Totals £
COST			
At 1 October 2012 and 30 September 2013	2	2,247,873	2,247,875
PROVISIONS			
At 1 October 2012	-	32,082	32,082
Provision for year	-	(6,323)	(6,323)
At 30 September 2013	-	25,759	25,759
NET BOOK VALUE			
At 30 September 2013	2	2,222,114	2,222,116
At 30 September 2012	2	2,215,791	2,215,793

Investments (neither listed nor unlisted) were as follows:

	2013 £	2012 £
Option over motor vehicle	40,000	-

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

10. **FIXED ASSET INVESTMENTS - continued**

Company

Shares in
group
undertakings
£

COST

At 1 October 2012
and 30 September 2013

1,505

NET BOOK VALUE

At 30 September 2013

1,505

At 30 September 2012

1,505

The group or the company's investments at the balance sheet date in the share capital of companies include the following:

Subsidiaries

Barco Sales Ltd

Country of incorporation: England & Wales

Nature of business: Plumbing Wholesaler

Class of shares:	% holding
Ordinary £1	100.00

Aggregate capital and reserves
Profit for the year

2013	2012
£	£
7,288,589	7,199,558
<u>89,031</u>	<u>577,797</u>

Barco International Ltd

Country of incorporation: England & Wales

Nature of business: Dormant

Class of shares:	% holding
Ordinary £1	100.00

Barco Wholesale Ltd

Country of incorporation: England & Wales

Nature of business: Dormant

Class of shares:	% holding
Ordinary £1	100.00

Starfish Ltd

Country of incorporation: England & Wales

Nature of business: Dormant

Class of shares:	% holding
Ordinary £1	100.00

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

10. **FIXED ASSET INVESTMENTS - continued**

Starfish Artist Management Ltd

Country of incorporation: England & Wales

Nature of business: Dormant

	%
Class of shares:	holding
Ordinary £1	100.00

Starfish Publishing Ltd

Country of incorporation: England & Wales

Nature of business: Dormant

	%
Class of shares:	holding
Ordinary £1	100.00

Starfish Records Ltd

Country of incorporation: England & Wales

Nature of business: Artist recording

	%
Class of shares:	holding
Ordinary £1	100.00

	2013	2012
	£	£
Aggregate capital and reserves	(2,309,591)	(2,069,731)
Loss for the year	(239,860)	(256,987)

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

10. **FIXED ASSET INVESTMENTS - continued**

Associated companies

Bessemer Road Management Company Ltd
Country of incorporation: England & Wales
Nature of business: Property Management

Class of shares:	% Holding
Ordinary	40

	31/5/2013	31/5/2012
Aggregate capital and reserves	(1,781)	(1,531)
Loss for the year	(250)	(243)

Big Screen Productions LLP
Nature of business: England & Wales

Class of shares:	% Holding
Film scheme	11.55

	2013	2012
Aggregate capital and reserves	6,272,000	6,336,000
Loss for the year	21,000	97,000

Unlisted investments represent the group's 11.55% interest in Big Screen Productions 4 LLP and a 1.31% equity interest in Trieste film Partners, a general partnership carrying on a business in British films. A provision for diminution in value of £6,323 (2012: £7,018) was recovered against the original cost of the investment of £620,105.

On 30 September 2013 the company purchased an option over a Limited Edition motor vehicle for 5 years from P J Barrow. Under the terms of the option the amount paid to the seller if exercised would be discounted by 10% and the £40,000 paid for the option.

11. **STOCKS**

	Group	
	2013	2012
	£	£
Stocks	940	964
Finished goods	2,677,851	2,965,019
	<u>2,678,791</u>	<u>2,965,983</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

12. DEBTORS

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	2,056,677	2,044,162	-	-
Amounts owed by group undertakings	3	-	989,717	1,435,374
Other debtors	700	1,600	-	-
Prepayments and accrued income	179,367	158,451	-	-
	<u>2,236,747</u>	<u>2,204,213</u>	<u>989,717</u>	<u>1,435,374</u>
Amounts falling due after more than one year:				
Amounts owed by group undertakings	-	-	1,225,567	1,225,567
	<u>-</u>	<u>-</u>	<u>1,225,567</u>	<u>1,225,567</u>
Aggregate amounts	<u>2,236,747</u>	<u>2,204,213</u>	<u>2,215,284</u>	<u>2,660,941</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans and overdrafts (see note 15)	228,639	311,570	-	9,227
Hire purchase contracts (see note 16)	833	-	-	-
Trade creditors	1,017,884	521,706	-	-
Amounts owed to connected companies	380,599	333,201	-	-
Tax	(1,495)	378,536	-	298,638
Social security and other taxes	120,277	44,799	-	-
VAT	75,501	259,426	5,000	240,000
Other creditors	7,366	10,777	-	-
Directors' current accounts	3,696,883	2,426,940	-	-
Accruals and deferred income	58,586	48,227	3,388	3,080
	<u>5,585,073</u>	<u>4,335,182</u>	<u>8,388</u>	<u>550,945</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans (see note 15)	<u>1,393,654</u>	<u>1,439,312</u>	<u>1,225,567</u>	<u>1,225,567</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

15. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2013 £	2012 £	2013 £	2012 £
Amounts falling due within one year or on demand:				
Bank overdrafts	182,982	261,267	-	-
Bank loans	45,657	50,303	-	9,227
	<u>228,639</u>	<u>311,570</u>	<u>-</u>	<u>9,227</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	<u>50,632</u>	<u>45,658</u>	<u>-</u>	<u>-</u>
Amounts falling due between two and five years:				
Bank loans - 2-5 years	<u>1,343,022</u>	<u>1,393,654</u>	<u>1,225,567</u>	<u>1,225,567</u>

The bank loans are secured on company assets as detailed in note 13 above.

The bank loans are repayable by annual instalments over 15 years (comprising principal and interest elements) and accrue interest at a weighted average fixed rate of 4.699% per annum.

16. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

Group

	Hire purchase contracts	
	2013 £	2012 £
Gross obligations repayable:		
Within one year	<u>985</u>	<u>-</u>
Finance charges repayable:		
Within one year	<u>152</u>	<u>-</u>
Net obligations repayable:		
Within one year	<u>833</u>	<u>-</u>

17. FINANCIAL INSTRUMENTS

As at 30 September 2013 the company has the following financial commitments under Forward Foreign Currency Contracts:-

Maturity	Sell £	Buy \$
1 October 2013	154,706	250,000
7 October 2013	32,300	50,000
5 November 2013	32,303	50,000
4 December 2013	32,313	50,000

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

18. PROVISIONS FOR LIABILITIES

	Group	
	2013	2012
	£	£
Deferred tax	<u>4,153</u>	<u>7,428</u>
Group		
		Deferred tax
		£
Balance at 1 October 2012		7,428
Provided during year		(3,275)
Movements in the year		
Balance at 30 September 2013		<u>4,153</u>

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2013	2012
Number:	Class:	Nominal value:	£	£
1,500	Ordinary	£1	<u>1,500</u>	<u>1,500</u>

20. RESERVES

Group		Profit and loss account
		£
At 1 October 2012		6,012,755
Deficit for the year		(53,745)
At 30 September 2013		<u>5,959,010</u>
Company		
		Profit and loss account
		£
At 1 October 2012		884,434
Profit for the year		97,080
At 30 September 2013		<u>981,514</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 September 2013

21. CAPITAL COMMITMENTS

At 30 September 2013 the company had annual commitments under non-cancellable operating leases as follows:-

	2013 £	2012 £
Expiry date:		
Within one year	-	-
In second to fifth years inclusive	1,379	1,379

22. RELATED PARTY DISCLOSURES

At 30 September 2008 Barco Holdings Ltd entered into a loan agreement with Ingenious Resources Ltd for a loan of £1,279,821. The money received was then loaned to Barco Sales Ltd to assist with the funding of the investment in Big Screen Productions 4 LLP. The loan is repayable on the earlier of the winding up of Big Screen Productions 4 LLP, the sale of its assets, termination of its operators agreements or 30 September 2016. The intercompany loan is shown in long term creditors in note 15. The remainder of Tranche A loan £9,227 was fully repaid during the year. The balance of the loan is due for payment within two - five years of the balance sheet date. The loan shown in Barco Holdings Ltd is secured on the company's investment in Big Screen Productions 4 LLP. The loan accrues interest at 2 percent above bank base rate. Interest payable to Ingenious Resources Ltd by Barco Holdings Ltd and consequently payable by Barco Sales Ltd to Barco Holdings Ltd for the year ended 30 September 2013 was £5,525 (2012: £30,866).

During the year the company paid £697,016 royalty to PR and SJ Barrow in respect of utilisation of the Taurus brand.

23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2013 £	2012 £
(Loss)/profit for the financial year	(53,745)	1,219,074
Net (reduction)/addition to shareholders' funds	(53,745)	1,219,074
Opening shareholders' funds	6,014,255	4,795,181
Closing shareholders' funds	5,960,510	6,014,255

Company

	2013 £	2012 £
Profit for the financial year	97,080	898,268
Net addition to shareholders' funds	97,080	898,268
Opening shareholders' funds	885,934	(12,334)
Closing shareholders' funds	983,014	885,934