

**Report of the Directors and
Financial Statements for the Year Ended 30 September 2012
for
Starfish Records Ltd**



**Contents of the Financial Statements
for the Year Ended 30 September 2012**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6

Starfish Records Ltd
Company Information
for the Year Ended 30 September 2012

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: 03946668 (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

**Report of the Directors
for the Year Ended 30 September 2012**

The directors present their report with the financial statements of the company for the year ended 30 September 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a recording company

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2011 to the date of this report

P R Barrow
S J Barrow
P J Barrow

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 of the profit or loss of the company 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 transactions and disclose with reasonable accuracy at any time the financial position of the company 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 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 company'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 company'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.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



S J Barrow - Secretary

27 March 2013

**Report of the Independent Auditors to the Members of
Starfish Records Ltd**

We have audited the financial statements of Starfish Records Ltd for the year ended 30 September 2012 on pages five to nine. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 two, 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 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 Report of the Directors to identify material inconsistencies with the audited financial statements. 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 company's affairs as at 30 September 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

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, or returns adequate for our audit have not been received from branches not visited by us, or
- the 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, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors.

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



27 March 2013

Starfish Records Ltd (Registered number: 03946668)

**Profit and Loss Account
for the Year Ended 30 September 2012**

	Notes	2012 £	£	2011 £	£
TURNOVER			6,399		9,765
Cost of sales			<u>26,687</u>		<u>85,228</u>
GROSS LOSS			(20,288)		(75,463)
Distribution costs		146,749		210,743	
Administrative expenses		<u>89,950</u>		<u>97,301</u>	
			<u>236,699</u>		<u>308,044</u>
OPERATING LOSS and LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2		(256,987)		(383,507)
Tax on loss on ordinary activities	3		<u>-</u>		<u>-</u>
LOSS FOR THE FINANCIAL YEAR			<u>(256,987)</u>		<u>(383,507)</u>

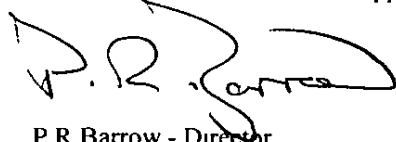
The notes form part of these financial statements

Balance Sheet
30 September 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	4	2,291	3,055
CURRENT ASSETS			
Stocks		964	888
Debtors	5	4,662	23,255
Cash at bank		<u>1,080</u>	<u>733</u>
		6,706	24,876
CREDITORS			
Amounts falling due within one year	6	<u>2,078,728</u>	<u>1,840,675</u>
NET CURRENT LIABILITIES		<u>(2,072,022)</u>	<u>(1,815,799)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(2,069,731)</u>	<u>(1,812,744)</u>
CAPITAL AND RESERVES			
Called up share capital	7	1	1
Profit and loss account	8	<u>(2,069,732)</u>	<u>(1,812,745)</u>
SHAREHOLDERS' FUNDS		<u>(2,069,731)</u>	<u>(1,812,744)</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 27 March 2013 and were signed on its behalf by


P R Barrow - Director


S J Barrow - Director


P J Barrow - Director

Notes to the Financial Statements
for the Year Ended 30 September 2012

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

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

Plant and machinery etc - 25% on reducing balance

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

2 OPERATING LOSS

The operating loss is stated after charging

	2012	2011
	£	£
Depreciation - owned assets	764	1,018
Audit	2,200	2,200
Foreign exchange differences	<u>2</u>	<u>-</u>
Directors' remuneration and other benefits etc	<u>-</u>	<u>-</u>

3 TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 30 September 2012 nor for the year ended 30 September 2011

Notes to the Financial Statements - continued
for the Year Ended 30 September 2012

4 TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 October 2011	
and 30 September 2012	<u>8,033</u>
DEPRECIATION	
At 1 October 2011	4,978
Charge for year	<u>764</u>
At 30 September 2012	<u>5,742</u>
NET BOOK VALUE	
At 30 September 2012	<u>2,291</u>
At 30 September 2011	<u>3,055</u>

5 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Trade debtors	97	16,510
Other debtors	<u>4,565</u>	<u>6,745</u>
	<u>4,662</u>	<u>23,255</u>

6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Trade creditors	11,482	16,620
Amounts owed to group undertakings	2,054,308	1,816,878
Other creditors	<u>12,938</u>	<u>7,177</u>
	<u>2,078,728</u>	<u>1,840,675</u>

7 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value £1	2012 £	2011 £
100	Ordinary		<u>1</u>	<u>1</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2012

8 RESERVES

	Profit and loss account £
At 1 October 2011	(1,812,745)
Deficit for the year	<u>(256,987)</u>
At 30 September 2012	<u><u>(2,069,732)</u></u>

9 ULTIMATE PARENT COMPANY

The company's parent undertaking Barco Holdings Limited, a company controlled by the directors by virtue of their shareholdings. The latest financial statements for Barco Holdings Limited can be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ

10 RELATED PARTY DISCLOSURES

At the balance sheet date the amount due to Barco Sales Ltd, a fellow group undertaking was £2,054,308 (2011 £1,816,878). During the year £237,430 was transferred to Barco Sales Ltd. The balance due is an interest free group loan repayable on demand.

One of the artists on the company's roster is Ms Karen Barrow, the daughter of the company's directors, Sandra and Peter Barrow. The company's profit & loss account reflects income and expenses relating to the exploitation of this recording agreement.

11 GOING CONCERN

Barco Sales Limited, the company's fellow subsidiary company has agreed to continue to support Starfish Records Ltd for the foreseeable future.