

2

4334730

GRIDNEV ARTS LIMITED
REPORT
AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30 APRIL 2003



A45
COMPANIES HOUSE

AGS1008J

0707
10/09/03

GRIDNEV ARTS LIMITED

DIRECTORS

V Gridnev
E Gridneva

SECRETARY

E Gridneva

ACCOUNTANTS

Drake & Co
Chartered Accountants
and Registered Auditors
Drake House
80 Guildford Street
Chertsey
Surrey KT16 9AD

REGISTERED OFFICE

Drake House
80 Guildford Street
Chertsey
Surrey KT16 9AD

COMPANY REGISTRATION NUMBER

4334730

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

Page	1 and 2	Report of the Directors
	3	Profit and Loss Account
		Statement of Total Recognised Gains and Losses
	4 and 5	Balance Sheet
	6	Accounting Policies
	7 to 10	Notes to the Financial Statements

GRIDNEV ARTS LIMITED

REPORT OF THE DIRECTORS

The Directors present their Report and Financial Statements for the period from incorporation on 5 December 2001 to 30 April 2003.

PRINCIPAL ACTIVITY

The principal activity of the Company in the period under review was that of artistic creation and sale.

DIRECTORS

The Directors in office in the period and their beneficial interests in the issued share capital were as follows:

	Number of Ordinary Shares of £1 each	
	<u>At 30.4.03</u>	<u>At 5.12.01</u>
V Gridnev	50	50
E Gridneva	50	50

STATEMENT OF 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:

- Select suitable accounting policies and apply them consistently.
- Make reasonable and prudent judgements and estimates.
- Prepare Financial Statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

Further, the Directors are responsible for:

- Keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company.
- Ensuring that the Financial Statements comply with the Companies Act 1985.
- Safeguarding the company's assets.
- Taking reasonable steps for the prevention and detection of fraud and other irregularities

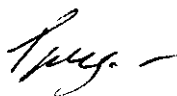
GRIDNEV ARTS LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

SMALL COMPANY EXEMPTIONS

This report, which has been prepared taking advantage of special exemptions of Part VII of the Companies Act 1985 applicable to small companies, was approved by the Board on 9.07.2003 and signed on its behalf.

E Gridneva
Director



9.07. 2003

ACCNR98

GRIDNEV ARTS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 30 APRIL 2003**

	<u>Note</u>	<u>£</u>
TURNOVER	1	79,176
Cost of sales		23,904
		<hr/>
GROSS PROFIT		55,272
Distribution costs		(4,250)
Administrative expenses		(44,821)
		<hr/>
OPERATING PROFIT		6,201
Interest payable		5
		<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	6,196
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	145
		<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		6,051
DIVIDENDS		6,000
		<hr/>
RETAINED PROFIT FOR THE YEAR		51
RETAINED PROFIT BROUGHT FORWARD		-
		<hr/>
RETAINED PROFIT CARRIED FORWARD		51
		<hr/>

There were no acquisitions of or discontinued operations during the period.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

There are no recognised gains or losses other than the profit for the period.

The notes on pages 6 to 10 form part of these Financial Statements.

GRIDNEV ARTS LIMITED**BALANCE SHEET AS AT 30 APRIL 2003**

	<u>Note</u>	<u>£</u>	<u>£</u>
FIXED ASSETS			
Tangible Assets	4		1,640
CURRENT ASSETS			
Stocks	6	5,500	
Debtors	7	388	
Cash at bank and in hand		484	
		<hr/>	
		6,372	
CREDITORS: amounts falling due within one year	8	7,861	
		<hr/>	
NET CURRENT LIABILITIES			(1,489)
TOTAL ASSETS LESS CURRENT LIABILITIES			<hr/>
			151
			<hr/>
CAPITAL AND RESERVES			
Called up share capital	10		100
Profit and Loss Account			51
			<hr/>
SHAREHOLDERS' FUNDS	12		151
			<hr/>

The notes on pages 6 to 10 form part of these Financial Statements.

GRIDNEV ARTS LIMITED

BALANCE SHEET AS AT 30 APRIL 2003 (CONTINUED)

The Directors have taken advantage in the preparation of these Financial Statements of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

For the period in question the company was entitled to the exemption conferred by subsection (1) of Section 249A.

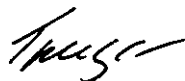
No notice has been deposited under subsection (2) of section 249B in relation to its Financial Statements for the financial period.

The Directors acknowledge their responsibility for:

1. Ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
2. Preparing Financial Statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to Financial Statements, so far as applicable to the company.

E Gridneva

Director



Approved by the Board

9.07.

2003

The notes on pages 6 to 10 form part of these Financial Statements.

GRIDNEV ARTS LIMITED

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The Financial Statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

FINANCIAL REPORTING STANDARD NUMBER 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

TURNOVER

Turnover represents sales in the period.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rate calculated to write off the cost, less estimated residual value, of each asset over its expected useful life:

Plant, furniture and equipment	25% reducing balance
--------------------------------	----------------------

DEFERRED TAXATION

Deferred taxation is provided for, at the rate of tax applicable when the timing difference is expected to reverse, on income and expenditure dealt with for taxation purposes in periods different from those for accounting purposes. Deferred taxation liabilities are provided in full; deferred taxation assets are provided to the extent that it is likely that they will be recovered.

TAXATION

Corporation Tax payable is provided on taxable profits at the current rate.

GRIDNEV ARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 APRIL 2003

1. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the Company and the turnover arose as follows:

	<u>%</u>
EU	82
Rest of the World	18
	<hr/>

2. OPERATING PROFIT

£

The operating profit is stated after charging:

Depreciation of owned tangible fixed assets	130
Directors' emoluments	30,686
	<hr/>

3. TAX ON PROFIT ON ORDINARY ACTIVITIES

Corporation Tax on the adjusted result for the period.	145
	<hr/>

4. TANGIBLE FIXED ASSETS

<u>Plant, furniture and equipment</u>	<u>Total</u>
<u>£</u>	<u>£</u>

COST

At 5 December 2001	-	-
Additions	1,770	1,770
	<hr/>	<hr/>
At 30 April 2003	1,770	1,770
	<hr/>	<hr/>

DEPRECIATION

At 5 December 2001	-	-
Charge for the period	130	130
	<hr/>	<hr/>
At 30 April 2003	130	130
	<hr/>	<hr/>

NET BOOK AMOUNT

At 30 April 2003	1,640	1,640
	<hr/>	<hr/>
At 5 December 2001	-	-
	<hr/>	<hr/>

GRIDNEV ARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 APRIL 2003 (CONTINUED)

5.	CAPITAL COMMITMENTS	£
	Capital expenditure that has been contracted for but has not been provided for in the Financial Statements.	Nil
6.	STOCKS	
	Goods held for resale	5,500
7.	DEBTORS	
	Taxes	388
8.	CREDITORS: amounts falling due within one year	
	Trade creditors	632
	Other creditors	3,947
	Accruals and deferred income	3,137
	Taxation	145
		7,861
9.	DEFERRED TAXATION	
	There is no deferred taxation provision.	
	Deferred taxation is not provided on deferred tax assets due to the uncertainty attaching to the amount of their utilization in the foreseeable future, in view of the nil rate corporation tax band.	
	There were no movements in the deferred taxation provision in the period.	

GRIDNEV ARTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 APRIL 2003 (CONTINUED)

10.	CALLED UP SHARE CAPITAL	£
	Authorised:	
	500,000 Ordinary shares of £1 each	500,000
		<hr/>
	Allotted, Issued & Fully Paid:	
	100 Ordinary shares of £1 each	100
		<hr/>
11.	SHARE ALLOTMENTS	
	During the period the company allotted 100 £1 ordinary shares at par.	
12.	RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS	
	Profit for the financial period	6,051
	Dividends	6,000
		<hr/>
		51
	Other recognised gains and losses relating to the period:	
	New share capital subscribed	100
		<hr/>
	Net addition to shareholder's funds	151
	Opening shareholders' funds	-
		<hr/>
	Closing shareholders' funds	151
		<hr/>
	Equity Interests	151
		<hr/>
13.	CONTINGENT LIABILITIES	
	No contingent liabilities exist.	

GRIDNEV ARTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 APRIL 2003 (CONTINUED)**

14. RELATED PARTIES

V Gridnev and E Gridneva are the Directors and the major equity shareholders of the company and are the ultimate controlling parties. At 30 April 2003 they are owed on joint account £3,947.