

Company Registration Number 4841 569 (United Kingdom)

ESSENTIAL MUSIC & MARKETING LIMITED

**DIRECTORS REPORT
and
FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDING
31st July 2004**



Essential Music & Marketing Ltd
10 Allied Way
London W3 0RQ

30th April 2005

ESSENTIAL MUSIC & MARKETING LIMITED

COMPANY INFORMATION

Directors	Michael Chadwick Martin Goldschmidt
Secretary	Michael Chadwick
Company Number	4841 569
Registered Office	10 Allied Way London W3 0RQ
Accountants	Past Event Ltd 72 Cranley Gardens London N10 3AJ
Business Address	10 Allied Way London W3 0RQ
Bankers	NatWest Bank plc Kings Road, London Branch

ESSENTIAL MUSIC & MARKETING LIMITED

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ESSENTIAL MUSIC & MARKETING LIMITED

DIRECTORS REPORT FOR THE PERIOD ENDING 31st July 2004

The directors present their report for the year ended 31st July 2004, which is the company's first year of trading. The directors are satisfied with the level of income reported.

Principal Activities

The principal activity of the company during the period was that of Marketing and Label Management Services within the Music Industry

Directors

The following directors held office during the year:

Michael Chadwick
Martin Goldschmidt

Director's interests

The directors beneficial interests in the company were as stated below:

	Ordinary shares of £1 each
	31-Jul-04
Michael Chadwick	1
Martin Goldschmidt	1

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By Order of the Board



Michael Chadwick

Secretary

ESSENTIAL MUSIC & MARKETING LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDING 31st July 2004

	notes	year ended 31-Jul-04
		£
Turnover		232,309
Expenses recharged to Clients		(178,613)
Administrative expenses		(51,416)
Operating profit	2	2,279
Profit (Loss) on Disposal of Fixed Assets		
Interest receivable and similar income	3	0
Interest payable and similar charges		(0)
Profit on ordinary activities before taxation		2,279
Tax on profit on ordinary activities	4	
Profit on ordinary activities after taxation		2,279
Dividends		
Retained profit for the year	9	2,279

ESSENTIAL MUSIC & MARKETING LIMITED

BALANCE SHEET AS AT 31st July 2004

	notes	as at 31-Jul-04	
		£	£
Fixed Assets			
Tangible Assets	5		2,005
Current Assets			
Debtors and Prepayments	6	91,792	
Cash at Bank		7,986	
		<u>99,777</u>	
Creditors: amount falling due within one year	7, 11	<u>(89,503)</u>	
Net Current Assets			<u>10,274</u>
Total assets less current liabilities			<u>12,279</u>
Capital and reserves			
Called up share capital	8		2
Profit and loss account	9		2,279
Shareholders Loan account			9,998
Shareholders' funds			<u>12,279</u>

In preparing these statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A (1) of the Companies Act 1985
- (b) No notice has been deposited under Section 249B (2) of the Companies Act 1985, and
- (c) The director assumes his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year 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 this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

The financial Statements were approved by the Board on 30th April 2005.



Mike Chadwick

Director

ESSENTIAL MUSIC & MARKETING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31st July 2004

1 Accounting Policies

1.1 Accounting Convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

1.2 Turnover

Turnover represents amounts receivable for services net of VAT.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the the cost less estimated residual value of each asset over its expected useful life.

	Year ended 31-Jul-04
2 Operating profit	£
Operating profit is stated after charging:	
Depreciation of tangible assets	1,002
Director's emoluments	0
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3 Interest receivable and similar income	£
Bank Interest	0
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4 Taxation	£
Taxation due for the year	0
	<hr/>
UK Corporation Tax charge	0
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ESSENTIAL MUSIC & MARKETING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31st July 2004

5	Tangible fixed assets	Computer Equipment £	Other Equipment £	Total 31-Jul-04 £
	Cost			
	Brought Forward			0
	Additions	2,531	476	3,007
	Disposals			0
	Carried Forward	2,531	476	3,007
	Depreciation	£	£	£
	Brought Forward			0
	Charge for the year	844	159	1,002
	Disposals			0
	Carried Forward	844	159	1,002
	Net book value	£	£	£
	As at 30th April 2004	1,687	318	2,005

There are no tangible fixed assets held under finance leases or hire purchase contracts.

	Year ended 31-Jul-04 £
6 Debtors and Prepayments	
Trade debtors	90,124
Sundry Debtors	1,668
Prepayments	
	91,792
7 Creditors: amount falling due within one year	
Trade Creditors	75,276
VAT, Taxation and NI	547
Amounts due to Shareholders	
Other creditors and accruals	13,680
	89,503

ESSENTIAL MUSIC & MARKETING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31st July 2004

		Year ended 31-Jul-04
8	Share capital	£
	Authorised 100 ordinary shares of £1 each	2
	Allotted, called up and fully paid 2 ordinary shares of £1 each	2
9	Statement of movements on profit and loss account	£
	Brought Forward	0
	Profit after Tax for the period	0
	Dividends Declared	0
	Carried Forward	0
10	Control	
	The company is controlled by the directors.	
11	Related Party Transactions	
	Amounts paid to Companies controlled by one or other Director	11,875
	Debtors includes amounts due to the Directors	28
	or to Companies controlled by one or other Director	22,202

ESSENTIAL MUSIC & MARKETING LIMITED
MANAGEMENT INFORMATION
FOR THE PERIOD ENDING
31st July 2004

Essential Music & Marketing Ltd
10 Allied Way
London W3 0RQ

30th April 2005

ESSENTIAL MUSIC & MARKETING LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDING 31st July 2004

	year ended 31-Jul-04
	£
Turnover	232,309
Cost of Sales	(178,613)
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Net Fees receivable	53,696
Administrative expenses	(51,416)
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Operating profit	2,279
Interest receivable and similar income	
Bank Interest	(0)
Profit (Loss) on Disposal of Fixed Assets	0
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Profit before taxation	2,279
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ESSENTIAL MUSIC & MARKETING LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE PERIOD ENDING 31st July 2004

	year ended 31-Jul-04
	£
Wages and Salaries	14,738
Employer's NI contributions (incl Class 1A)	1,339
Consultancy Fees	14,500
Rent and Rates	2,830
Office purchases, printing, postage and stationery	1,622
Telephone and fax	2,359
Computer expenses	3,365
Travelling and subsistence	4,820
Entertaining	1,741
Legal and Professional Fees	1,750
Sundry expenses	1,285
Bank Charges	44
Depreciation	1,002
Interest expense	22
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Administrative expenses	51,416
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