

*Cos House*

**COMPANY NUMBER: 4382279**

**TWOTONE MEDIA LIMITED**

**REPORT OF THE DIRECTORS AND**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 28TH FEBRUARY 2004**



**TWOTONE MEDIA LIMITED**

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FOR THE YEAR ENDED 28TH FEBRUARY 2004**

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**TWOTONE MEDIA LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 28TH FEBRUARY 2004**

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**DIRECTORS:** A S H Lewin  
A V Smith

**SECRETARY:** A V Smith

**REGISTERED OFFICE:** 4 Hampden Road  
Brighton  
East Sussex  
BN2 9TN

**REGISTERED NUMBER:** 4382279

**ACCOUNTANTS:** Clark Brownscombe  
Chartered Accountants  
33 Cliffe High Street  
Lewes  
East Sussex  
BN7 2AN

**TWOTONE MEDIA LIMITED**  
**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 28TH FEBRUARY 2004**

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The directors present their report with the financial statements of the company for the year ended 28th February 2004.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of publishing magazines and periodicals in print and electronic media.

**DIRECTORS**

The directors during the year under review were:

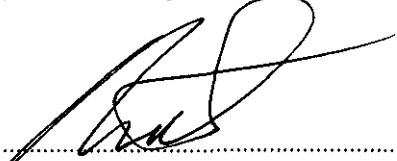
A S H Lewin  
A V Smith

The beneficial interests of the directors holding office on 28th February 2004 in the issued share capital of the company were as follows:

	28.2.04	1.3.03
<b>Ordinary £1 shares</b>		
A S H Lewin	500	500
A V Smith	500	500

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

**ON BEHALF OF THE BOARD:**

  
.....  
- Director      **A.V. SMITH**

Date: **12/10/04**

**TWOTONE MEDIA LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 28TH FEBRUARY 2004**

		<b>YEAR ENDED</b> <b>28/2/04</b> <b>£</b>	<b>PERIOD</b> <b>27/2/02</b> <b>TO</b> <b>28/2/03</b> <b>£</b>
	Notes		
<b>TURNOVER</b>		<b>98,357</b>	<b>92,780</b>
Cost of sales		<u><b>35,293</b></u>	<u><b>25,982</b></u>
<b>GROSS PROFIT</b>		<b>63,064</b>	<b>66,798</b>
Administrative expenses		<u><b>40,876</b></u>	<u><b>35,670</b></u>
<b>OPERATING PROFIT</b>	<b>2</b>	<b>22,188</b>	<b>31,128</b>
Interest receivable and similar income		<u><b>31</b></u>	<u><b>37</b></u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>22,219</b>	<b>31,165</b>
Tax on profit on ordinary activities	<b>3</b>	<u><b>2,416</b></u>	<u><b>4,639</b></u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<b>19,803</b>	<b>26,526</b>
Dividends	<b>4</b>	<u><b>20,000</b></u>	<u><b>8,000</b></u>
<b>(DEFICIT)/RETAINED PROFIT FOR THE YEAR</b>		<u><u><b>(197)</b></u></u>	<u><u><b>18,526</b></u></u>

The notes form part of these financial statements

**TWOTONE MEDIA LIMITED**

**BALANCE SHEET  
28TH FEBRUARY 2004**

	Notes	2004 £	2003 £
<b>FIXED ASSETS</b>			
Tangible assets	5	4,105	1,974
<b>CURRENT ASSETS</b>			
Cash at bank		23,315	35,230
<b>CREDITORS</b>			
Amounts falling due within one year	6	<u>8,091</u>	<u>17,678</u>
<b>NET CURRENT ASSETS</b>		<u>15,224</u>	<u>17,552</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>19,329</u>	<u>19,526</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	7	1,000	1,000
Profit and loss account	8	<u>18,329</u>	<u>18,526</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>19,329</u>	<u>19,526</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 28th February 2004.

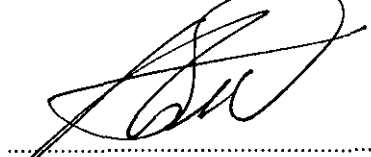
The members have not required the company to obtain an audit of its financial statements for the year ended 28th February 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, 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 (effective June 2002).

**ON BEHALF OF THE BOARD:**



.....  
Director **A. V. SMITH**

Approved by the Board on **12/10/04**

The notes form part of these financial statements

**TWOTONE MEDIA LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 28TH FEBRUARY 2004**

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**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 June 2002).

**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.

Equipment - 25% on cost

**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 PROFIT**

The operating profit is stated after charging:

	YEAR ENDED 28/2/04 £	PERIOD 27/2/02 TO 28/2/03 £
Depreciation - owned assets	<u>1,587</u>	<u>658</u>
Directors' emoluments and other benefits etc	<u>30,272</u>	<u>27,745</u>

**3. TAXATION**

**Analysis of the tax charge**

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

	YEAR ENDED 28/2/04 £	PERIOD 27/2/02 TO 28/2/03 £
Current tax: UK corporation tax	<u>2,416</u>	<u>4,639</u>
Tax on profit on ordinary activities	<u>2,416</u>	<u>4,639</u>

**TWOTONE MEDIA LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 28TH FEBRUARY 2004**

**4. DIVIDENDS**

	<b>YEAR ENDED 28/2/04 £</b>	<b>PERIOD 27/2/02 TO 28/2/03 £</b>
Interim	<u><b>20,000</b></u>	<u><b>8,000</b></u>

**5. TANGIBLE FIXED ASSETS**

	<b>Plant and machinery etc £</b>
<b>COST</b>	
At 1st March 2003	2,632
Additions	<u><b>3,718</b></u>
At 28th February 2004	<u><b>6,350</b></u>
<b>DEPRECIATION</b>	
At 1st March 2003	658
Charge for year	<u><b>1,587</b></u>
At 28th February 2004	<u><b>2,245</b></u>
<b>NET BOOK VALUE</b>	
At 28th February 2004	<u><b>4,105</b></u>
At 28th February 2003	<u><b>1,974</b></u>

**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2004 £</b>	<b>2003 £</b>
Taxation and social security	7,291	13,217
Other creditors	<u><b>800</b></u>	<u><b>4,461</b></u>
	<u><b>8,091</b></u>	<u><b>17,678</b></u>

**7. CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	<b>2004 £</b>	<b>2003 £</b>
1,000	Ordinary	£1	<u><b>1,000</b></u>	<u><b>1,000</b></u>



**TWOTONE MEDIA LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 28TH FEBRUARY 2004**

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**8. RESERVES**

	<b>Profit and loss account £</b>
At 1st March 2003	<b>18,526</b>
Deficit for the year	<b><u>(197)</u></b>
At 28th February 2004	<b><u><u>18,329</u></u></b>

**9. CONTROLLING PARTY**

TwoTone Media Limited was controlled jointly throughout the current and previous periods by A S H Levin and A V Smith, both directors of the company.