

BRITISH FILM FESTIVAL LIMITED

DIRECTORS' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2002

Company Number 1849885



LACOME & CO.
Chartered Accountants and Registered Auditors

116 Totteridge Lane
Totteridge
London
N20 8JH

BRITISH FILM FESTIVAL LIMITED

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## **BRITISH FILM FESTIVAL LIMITED**

### **REPORT OF THE DIRECTORS**

The Directors present their report with the audited financial statements of the Company for the year ended 30th September 2002.

#### **PRINCIPAL ACTIVITY**

The Company continued its activity of arranging and supporting events to publicise cinema and promote cinema-going in the UK, with an emphasis on increasing frequency of visits and reaching new young cinema-goers.

The Company's sponsorship/promotion Agreement with a major Bank expired in the year 1999/2000. No further income was received in 2001/2002.

During the year three 'Cinema Days' festivals for regional press, radio and on-line journalists were organised in Didsbury, Milton Keynes and Newcastle, comprising preview screenings and press conferences with associated talent. A website ([www.cinemadays.com](http://www.cinemadays.com)) was established in the previous year, giving advance programme information to journalists and links to many other film/cinema industry websites.

#### **DIRECTORS**

The Directors in office during the year were as follows, none of whom held any beneficial interests in the ordinary share capital and no beneficial interest was held by any Director in the previous year:

**Mrs. D. Chalet**

**Mr. P. Dobson**

**Mrs. M.B. Kirchner (resigned 12th December 2001)**

**Mr. I. George (appointed 15th December 2001)**

**Mr. A.F. Pierce**

**Mr. J. Wilkinson**

Messrs. J. Wilkinson, P. Dobson, A.F. Pierce, and Mrs. D. Chalet each held 1 share non-beneficially.

#### **FIXED ASSETS**

No fixed assets were acquired or disposed of during the year.

#### **DIVIDEND**

The Directors do not recommend the payment of a dividend.

**BRITISH FILM FESTIVAL LIMITED**

**REPORT OF THE DIRECTORS (CONTINUED)**

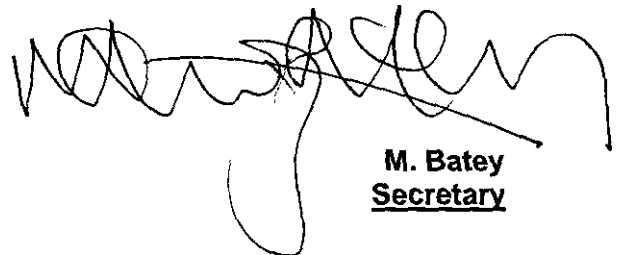
**DIRECTORS' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS**

The Directors are required by law to prepare financial statements which give a true and fair view of the state of affairs of the Company as at the end of the financial year. They are also responsible for ensuring that proper and adequate accounting records have been maintained, and that reasonable procedures have been followed for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities. Appropriate accounting policies, which comply with accounting standards and generally accepted accounting practice and are explained in notes on the Financial Statements, have been applied consistently. In addition, reasonable and prudent judgements and estimates have been used in the preparation of the financial statements.

**AUDITORS**

Lacome & Co. will be proposed for re-appointment at the Annual General Meeting in accordance with S.384 (1) of the Companies Act 1985.

**By Order of the Board**

A handwritten signature in black ink, appearing to be 'M. Batey', written over a horizontal line.

**M. Batey**  
**Secretary**

**22nd November 2002**

**REPORT OF THE AUDITORS**  
**TO THE MEMBERS OF BRITISH FILM FESTIVAL LIMITED**

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and on the basis of the accounting policies set out on pages 7 to 8.

**Respective Responsibilities of the Directors and Auditors**

As described on page 2, the Company's Directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

**Basis of Opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Director in the preparation of the financial statements and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we consider necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion, the financial statements give a true and fair view of the state of affairs of the Company at 30th September 2002 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**29th November 2002**

  
**Lacome & Co.**  
**Chartered Accountants & Registered Auditors**

**BRITISH FILM FESTIVAL LIMITED**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2002**

|                                                          | <u>Notes</u> | <u>2002</u><br>£ | <u>2001</u><br>£ |
|----------------------------------------------------------|--------------|------------------|------------------|
| <b>INCOME</b>                                            | <b>2.</b>    | 103200           | 101002           |
| Administrative Expenses                                  |              | 348066<br>-----  | 875705<br>-----  |
| <b>DEFICIT</b> on Ordinary Activities<br>before Taxation | <b>3.</b>    | (244866)         | (774703)         |
| Interest Received                                        |              | 7293<br>-----    | 48502<br>-----   |
|                                                          |              | (237573)         | (726201)         |
| <b>TAXATION</b>                                          | <b>4.</b>    | -                | 248              |
|                                                          |              | -----            | -----            |
| <b>DEFICIT</b> on Ordinary<br>Activities after Taxation  |              | (237573)         | (725953)         |
| <b>RESERVES</b> at 1st October 2001                      |              | 499782<br>-----  | 1225735<br>----- |
| <b>RESERVES</b> at 30th September 2002                   |              | £262209<br>===== | £499782<br>===== |

**CONTINUING OPERATIONS**

None of the Company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The Company has no other recognised gains or losses.

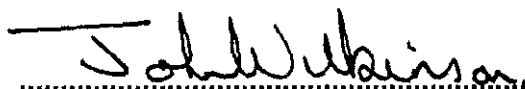
The notes on pages 7 and 8 form part of these financial statements

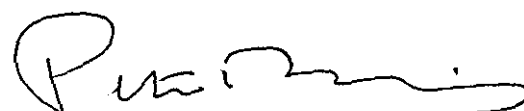
**BRITISH FILM FESTIVAL LIMITED**

**BALANCE SHEET AT 30TH SEPTEMBER 2002**

|                                              |              | <u>2002</u> | <u>2001</u> |
|----------------------------------------------|--------------|-------------|-------------|
|                                              | <u>Notes</u> | £           | £           |
| <b>CURRENT ASSETS</b>                        |              |             |             |
| Debtors                                      | 5.           | 16233       | 98125       |
| Cash at Bank                                 |              | 250980      | 406661      |
|                                              |              | -----       | -----       |
|                                              |              | 267213      | 504786      |
| <b>CREDITORS</b>                             |              |             |             |
| Amounts falling due within one year          | 6.           | 5000        | 5000        |
|                                              |              | -----       | -----       |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |              | £262213     | £499786     |
|                                              |              | =====       | =====       |
| <b>SHARE CAPITAL AND RESERVES</b>            |              |             |             |
| Called Up Share Capital                      | 7.           | 4           | 4           |
| Income and Expenditure Account               |              | 262209      | 499782      |
|                                              |              | -----       | -----       |
| <b>SHAREHOLDERS FUNDS</b>                    |              | £262213     | £499786     |
|                                              |              | =====       | =====       |

Approved by the Board of Directors on 22nd November 2002

  
.....Director  
J. Wilkinson

  
.....Director  
P. Dobson

The notes on pages 7 and 8 form part of these financial statements

**BRITISH FILM FESTIVAL LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2002**

**1. ACCOUNTING POLICIES**

**a) Basis of Accounting**

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

**b) Income**

Only income relating to the Film Festivals held during the year has been brought into these financial statements.

**2. INCOME**

The income is attributable to fees charged to companies participating in the Film Festivals and Sponsorship Fees received, excluding Value Added Tax.

The Company's income is analysed as follows:-

|                                       | <u>2002</u><br>£ | <u>2001</u><br>£ |
|---------------------------------------|------------------|------------------|
| Participation Fees for Film Festivals | £103200          | £101002          |
|                                       | =====            | =====            |

**3. DEFICIT**

The operating deficit is stated after charging:

|                              | £     | £     |
|------------------------------|-------|-------|
| Auditors' Remuneration       |       |       |
| - Audit and Accountancy Fees | £4000 | £4000 |
| - Other Services             | £5200 | £5200 |
|                              | ===== | ===== |

**4. TAXATION**

The Company will not be liable to UK Corporation Tax in view of the deficit for the year and deficits brought forward.



**BRITISH FILM FESTIVAL LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30TH SEPTEMBER 2002 (CONTINUED)**

**5. DEBTORS**

|               | <u>2002</u><br>£       | <u>2001</u><br>£       |
|---------------|------------------------|------------------------|
| Trade Debtors | 8667                   | 13426                  |
| Other Debtors | 7566                   | 84699                  |
|               | <u>£16233</u><br>===== | <u>£98125</u><br>===== |

**6. CREDITORS: Amounts falling due within one year**

|          | £              | £              |
|----------|----------------|----------------|
| Accruals | £5000<br>===== | £5000<br>===== |

**7. CALLED UP SHARE CAPITAL**

|                                        | £              | £              |
|----------------------------------------|----------------|----------------|
| <b>Authorised</b>                      |                |                |
| 1000 Ordinary Shares of £1 each        | £1000<br>----- | £1000<br>----- |
| <b>Allotted, Issued and Fully Paid</b> |                |                |
| 4 Ordinary Shares of £1 each           | £4<br>-----    | £4<br>-----    |

**8. RELATED PARTY TRANSACTIONS**

During the year, the Company made contributions of £206203 to Film Education, which is incorporated in the United Kingdom, and of which two of the Directors of British Film Festival Limited are also Directors of this Company.