

**The PW Image Studio Limited**

**Company No. 02695039**

**Financial Statements**

**For the year ended**

**31 March 2003**



# **The PW Image Studio Limited**

## **Company Information**

### **Directors**

S.N. Ryan  
H.G. Dindoyal

### **Secretary**

S.N. Ryan

### **Registered Office**

Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

### **Bankers**

Barclays Bank plc  
54 Lombard Street  
London  
EC3P 3AH

### **Accountants**

Kingston Smith  
Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

# The PW Image Studio Limited

## Report of the Directors

The directors have pleasure in presenting their report and financial statements for the year ended 31 March 2003.

### Principal activities

The principal activity of the company throughout the year was that of the production of audio visual media.

### Directors

The following directors have held office since 1 April 2002:

S.N. Ryan  
H.G. Dindoyal

### Directors and their interests

The directors who served the company during the year together with their interests (including family interests) in the shares of the company at the beginning (or subsequent date of appointment) and end of the year, were as follows:

|               | Ordinary Shares of £ 1 each |              |
|---------------|-----------------------------|--------------|
|               | 31 March 2003               | 1 April 2002 |
| S.N. Ryan     | 37                          | 37           |
| H.G. Dindoyal | 37                          | 37           |

| Charitable donations                                     | 2003 | 2002 |
|--|------|------|
|  | £    | £    |
| During the year the company made the following payments: |      |      |
| Charitable donations                                     | 256  | 184  |

### Audit exemption

The directors have decided to take advantage of the provisions of Section 249a of the Companies Act 1985 and, therefore an audit has not been carried out for the year under review.

### Small company rules

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

On behalf of the Board

S.N. Ryan  
Director

Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

Date: 2/4/2003

**The PW Image Studio Limited**  
**Profit and Loss Account**  
**For the year ended 31 March 2003**

|   | Notes | 2003<br>£ | 2002<br>£ |
|---|-------|-----------|-----------|
| <b>Turnover</b>   |       | 713,682   | 935,725   |
| Cost of sales   |       | (263,971) | (409,065) |
| <b>Gross profit</b>   |       | 449,711   | 526,660   |
| Distribution costs  |       | (22,285)  | (31,318)  |
| Administrative expenses                                     |       | (362,024) | (498,767) |
| <b>Operating profit/(loss)</b>                              | 2     | 65,402    | (3,425)   |
| Other interest receivable and similar income                |       | -         | 2         |
| Interest payable and similar charges                        |       | (1,078)   | (1,673)   |
| <b>Profit/(Loss) on ordinary activities before taxation</b> |       | 64,324    | (5,096)   |
| Taxation  | 3     | (12,915)  | (308)     |
| <b>Profit/(Loss) on ordinary activities after taxation</b>  |       | 51,409    | (5,404)   |
| Dividends   |       | (41,000)  | (14,000)  |
| <b>Retained profit/(loss) for the year</b>                  | 8     | 10,409    | (19,404)  |

**The Pw Image Studio Limited**  
**Balance Sheet**  
**As at 31 March 2003**

|   | Notes | 2003<br>£        | £             | 2002<br>£        | £             |
|---|-------|------------------|---------------|------------------|---------------|
| <b>Fixed Assets</b>                                   |       |                  |               |                  |               |
| Tangible assets                                       | 4     |                  | 35,394        |                  | 39,466        |
| <b>Current Assets</b>                                 |       |                  |               |                  |               |
| Debtors   | 5     | 200,553          |               | 264,777          |               |
| Cash at bank and in hand                              |       | 1,314            |               | 847              |               |
|   |       | <u>201,867</u>   |               | <u>265,624</u>   |               |
| <b>Creditors: Amounts falling due within one year</b> | 6     | <u>(171,364)</u> |               | <u>(249,602)</u> |               |
| <b>Net Current Assets</b>                             |       |                  | 30,503        |                  | 16,022        |
| <b>Total Assets Less Current Liabilities</b>          |       |                  | <u>65,897</u> |                  | <u>55,488</u> |
| <b>Capital and Reserves</b>                           |       |                  |               |                  |               |
| Called up share capital                               | 7     |                  | 100           |                  | 100           |
| Profit and loss account                               | 8     |                  | 65,797        |                  | 55,388        |
| <b>Shareholders' Funds</b>                            |       |                  | <u>65,897</u> |                  | <u>55,488</u> |

The directors have:

- (a) taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1);
- (b) confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) acknowledged their 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 accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Approved by the Board on 12/11/2003

S.N. Ryan  
 Director

H.G. Dindoyal  
 Director

# The PW Image Studio Limited

## Notes to the Financial Statements

### For the year ended 31 March 2003

#### 1 Accounting Policies

##### a) Accounting basis and standards

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).

##### b) Depreciation

Depreciation on fixed assets is provided at rates estimated to write off the cost, less estimated residual value of each asset over its expected useful life, as follows:

|                                |                      |
|--------------------------------|----------------------|
| Plant and machinery            | 25% reducing balance |
| Fixtures, fittings & equipment | 25% reducing balance |

##### c) Turnover

Turnover represents the invoiced value of goods and services provided net of value added tax.

##### d) Deferred taxation

Deferred tax is accounted for under the liability method in respect of the taxation effects of all timing differences which are expected to reverse in the future, calculated at the rate at which it is estimated that tax will be payable.

##### e) Foreign currencies

Transactions denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are dealt with in the profit and loss account.

| 2 Operating Profit/(Loss)                             | 2003          | 2002          |
|---|---------------|---------------|
|   | £             | £             |
| The operating profit/(loss) is stated after charging: |               |               |
| Depreciation of tangible assets:                      |               |               |
| Owned assets  | 8,822         | 9,188         |
| Leased assets   | 2,976         | 3,968         |
| Directors' emoluments                                 | 53,426        | 74,705        |
|   | <u>53,426</u> | <u>74,705</u> |

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2002 - 2).

| 3 Taxation                | 2003          | 2002       |
|---------------------------|---------------|------------|
|                           | £             | £          |
| Domestic current year tax |               |            |
| U.K. corporation tax      | 12,915        | 308        |
| Current tax charge        | <u>12,915</u> | <u>308</u> |

**The PW Image Studio Limited**  
**Notes to the Financial Statements**  
**For the year ended 31 March 2003 (Continued)**

**4 Tangible Assets**

|                       | Plant and<br>machinery etc |
|-----------------------|----------------------------|
|                       | £                          |
| <b>Cost</b>           |                            |
| At 1 April 2002       | 130,162                    |
| Additions             | 7,726                      |
|                       | <hr/>                      |
| At 31 March 2003      | 137,888                    |
|                       | <hr/>                      |
| <b>Depreciation</b>   |                            |
| At 1 April 2002       | 90,696                     |
| Charge for the year   | 11,798                     |
|                       | <hr/>                      |
| At 31 March 2003      | 102,494                    |
|                       | <hr/>                      |
| <b>Net book value</b> |                            |
| At 31 March 2003      | 35,394                     |
|                       | <hr/>                      |
| At 31 March 2002      | 39,466                     |
|                       | <hr/>                      |

The net book value of tangible fixed assets includes £8,927 (2002 - £11,903) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £2,976 (2002 - £3,968) for the year.

| <b>5 Debtors</b>  | 2003     | 2002     |
|---|----------|----------|
|   | £        | £        |
| Trade debtors   | 195,142  | 253,983  |
| Other debtors   | 5,411    | 10,794   |
|   | <hr/>    | <hr/>    |
|   | 200,553  | 264,777  |
|   | <hr/>    | <hr/>    |
| <br><b>6 Creditors: Amounts Falling Due Within One Year</b> | <br>2003 | <br>2002 |
|   | £        | £        |
| Bank loans and overdrafts                                   | 39,596   | 24,741   |
| Trade creditors   | 59,350   | 141,209  |
| Corporation tax   | 12,915   | 347      |
| Social security and other taxes                             | 3,864    | 7,310    |
| Other creditors   | 52,547   | 69,746   |
| Net obligations under hire purchase contracts               | 3,092    | 6,249    |
|   | <hr/>    | <hr/>    |
|   | 171,364  | 249,602  |
|   | <hr/>    | <hr/>    |

**The PW Image Studio Limited**  
**Notes to the Financial Statements**  
**For the year ended 31 March 2003 (Continued)**

| 7 | Called Up Share Capital                   | 2003       | 2002       |
|---|---|------------|------------|
|   |   | £          | £          |
|   | <b>Authorised</b>                         |            |            |
|   | 100 Ordinary Shares of £ 1 each           | 100        | 100        |
|   |   | <u>100</u> | <u>100</u> |
|   | <b>Called up, allotted and fully paid</b> |            |            |
|   | 100 Ordinary Shares of £ 1 each           | 100        | 100        |
|   |   | <u>100</u> | <u>100</u> |

| 8 | Shareholders' funds          |                            |                               |               |
|---|------------------------------|----------------------------|-------------------------------|---------------|
|   |                              | Called up<br>share capital | Profit and<br>loss<br>account | Total         |
|   |                              | £                          | £                             | £             |
|   | <b>2003</b>                  |                            |                               |               |
|   | Balance at 1 April 2002      | 100                        | 55,388                        | 55,488        |
|   | Retained profit for the year | -                          | 10,409                        | 10,409        |
|   |                              | <u>100</u>                 | <u>65,797</u>                 | <u>65,897</u> |
|   | Balance at 31 March 2003     | 100                        | 65,797                        | 65,897        |
|   |                              | <u>100</u>                 | <u>65,797</u>                 | <u>65,897</u> |
|   | <b>2002</b>                  |                            |                               |               |
|   | Balance at 1 April 2001      | 100                        | 74,792                        | 74,892        |
|   | Retained loss for the year   | -                          | (19,404)                      | (19,404)      |
|   |                              | <u>100</u>                 | <u>55,388</u>                 | <u>55,488</u> |
|   | Balance at 31 March 2002     | 100                        | 55,388                        | 55,488        |
|   |                              | <u>100</u>                 | <u>55,388</u>                 | <u>55,488</u> |

**9 Future Financial Commitments**

**Operating leases**

At 31 March 2003 the company had annual commitments under non-cancellable operating leases as set out below:

|                                | 2003          | 2002          |
|--------------------------------|---------------|---------------|
|                                | £             | £             |
| Operating leases which expire: |               |               |
| within one year                | 2,866         | 3,132         |
| in the second to fifth year    | 25,818        | 28,905        |
|                                | <u>28,684</u> | <u>32,037</u> |
|                                | <u>28,684</u> | <u>32,037</u> |



**The PW Image Studio Limited**  
**Notes to the Financial Statements**  
**For the year ended 31 March 2003 (Continued)**

**10 Related Party Transactions**

At the balance sheet date there were balances outstanding of £5,397 (2002 - £5,397) on the sales ledger and £2,749 (2002 - £2,749) on the purchase ledger and £8,196 (2002 - £3,524) in other creditors, resulting from business transactions with Parlour Wood Limited, a shareholder of the company. All transactions were carried out on normal business terms.

At the balance sheet date, there was also an amount of £nil (2002 - £15,000) due to Aubergine Media Limited, a company in which S.N. Ryan and H.G. Dindoyal, both directors of the company, have a material interest.

**11 Controlling Party**

There is no ultimate controlling party.