

Company Registration No. 00979214 (England and Wales)

BLUE BEARD MUSIC LIMITED

DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007



BLUE BEARD MUSIC LIMITED

COMPANY INFORMATION

Directors	G Brooker K S B Reid
Secretary	G Brooker
Company number	00979214
Registered office	Wintershall Dunsfold Godalming Surrey GU8 4PB
Accountants	Warrener Stewart Harwood House 43 Harwood Road London SW6 4QP
Business address	Wintershall Dunsfold Godalming Surrey GU8 4PB

BLUE BEARD MUSIC LIMITED

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BLUE BEARD MUSIC LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2007

The directors present their report and financial statements for the year ended 31 December 2007

Principal activities

The principal activity of the company continued to be that of music catalogue management

Directors

The following directors have held office since 1 January 2007

G Brooker

K S B Reid

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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



G Brooker

Secretary

6.9.08

Date

BLUE BEARD MUSIC LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	2007 £	2006 £
Turnover		39,555	45,853
Cost of sales		(33,512)	(39,809)
Gross profit		6,043	6,044
Administrative expenses		(5,030)	(7,782)
Operating profit/(loss)		1,013	(1,738)
Other interest receivable and similar income	2	581	753
Profit/(loss) on ordinary activities before taxation		1,594	(985)
Tax on profit/(loss) on ordinary activities	3	(115)	-
Profit/(loss) for the year	8	1,479	(985)

BLUE BEARD MUSIC LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2007

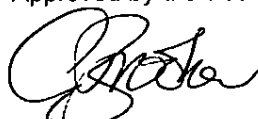
	Notes	2007 £	2006 £
Current assets			
Debtors	5	24,558	25,350
Cash at bank and in hand		18,867	20,690
		<u>43,425</u>	<u>46,040</u>
Creditors amounts falling due within one year	6	<u>(31,670)</u>	<u>(35,764)</u>
Total assets less current liabilities		<u>11,755</u>	<u>10,276</u>
Capital and reserves			
Called up share capital	7	100	100
Profit and loss account	8	11,655	10,176
		<u>11,755</u>	<u>10,276</u>
Shareholders' funds		<u>11,755</u>	<u>10,276</u>

In preparing these financial statements

- (a) The directors are 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 directors acknowledge 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 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 January 2007)

Approved by the Board for issue on 5.9.08



G Brooker
Director

BLUE BEARD MUSIC LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007), under the historical cost convention and in compliance with the requirements of the Companies Act 1985

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT

1.3 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date. No provision is made for taxation on permanent differences. Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

1.4 Advance Royalties

Where the company receives royalties in advance on a recording contract, these advance royalties are treated as deferred income and released in the profit and loss account as royalties on records sales are earned.

2 Investment income	2007 £	2006 £
Bank interest	581	753
	<u>581</u>	<u>753</u>

3 Taxation	2007 £	2006 £
Domestic current year tax		
U K corporation tax	115	-
Current tax charge	<u>115</u>	<u>-</u>

The company has estimated losses of £ 281 (2006 - £ 1,283) available for carry forward against future trading profits

4 Dividends	2007 £	2006 £
Ordinary interim paid	-	11,000
	<u>-</u>	<u>11,000</u>

BLUE BEARD MUSIC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

5 Debtors	2007	2006
	£	£
Other debtors	24,558	25,350
6 Creditors amounts falling due within one year	2007	2006
	£	£
Trade creditors	20,253	21,803
Taxation and social security	456	-
Other creditors	10,961	13,961
	31,670	35,764
7 Share capital	2007	2006
	£	£
Authorised		
100 Ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
8 Statement of movements on profit and loss account		Profit and loss account
		£
Balance at 1 January 2007		10,176
Profit for the year		1,479
Balance at 31 December 2007		11,655

BLUE BEARD MUSIC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

9 Related party transactions

Material balances and transactions with related parties arising during the year were as follows

Balances with related parties	2007 £	2006 £
Creditor balances		
Included within trade creditors		
Gazza Limited	3,086	3,118
Black Pudding Limited	15,951	16,867
	<u> </u>	<u> </u>
Included within other creditors		
Gazza Limited	1,500	3,000
Black Pudding Limited	1,500	3,000
	<u> </u>	<u> </u>
Transactions with related parties		
Royalties payable		
Gazza Limited	6,365	5,273
Black Pudding Limited	24,013	30,030
	<u> </u>	<u> </u>
Management fees payable		
Gazza Limited	1,500	3,000
Black Pudding Limited	1,500	3,000
	<u> </u>	<u> </u>

Nature of relationships

Gary Brooker, a director and shareholder of this company, is the controlling shareholder and director of Gazza Limited

Keith Reid, a director and shareholder of this company, is the controlling shareholder and director of Black Pudding Limited

The company has no individual controlling party