

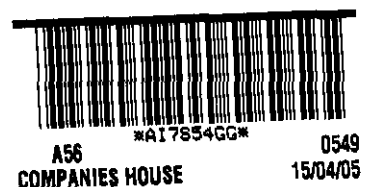
HARRISON OPERATIONS LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2004

Registered Company No. 2203970

Whitmill Prescott & Co.
Chartered Accountants
PO Box 34
Bishop's Stortford
Herts.
CM23 5SW



HARRISON OPERATIONS LIMITED

DIRECTOR'S REPORT

The Director submits herewith his Report and the Financial Statement for the year ended 30 June 2004.

RESULTS FOR THE YEAR

	£
(Loss) for the Year	(35,341)
Corporation Tax	-
	<hr/>
Retained (Loss)	£(35,341)
	<hr/>

DIVIDENDS

The Director recommends that no dividend be declared in respect of the year ended 30 June 2004.

TRADING ACTIVITIES

The principal activity is that of Agents to Classical Musicians. The Company also trades in the buying and selling of Antique Furniture.

DIRECTOR

The Director who served during the year and his beneficial holdings in the Share Capital of the Company were as follows:

1 July 2003 and 30 June 2004
£1 Ordinary Shares

T.B. Harrison, Esq.	199,999
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TAXATION

The Company is considered a "Close Company" for taxation purposes.

FIXED ASSETS

Details of changes in the Fixed Assets are shown in Note II forming part of the Financial Statements.

By Order of the Board

3 March 2005


Secretary

HARRISON OPERATIONS LIMITED

BALANCE SHEET AT 30 JUNE 2004

	<u>Notes</u>	<u>30 June 2004</u>	<u>30 June 2003</u>
		£	£
FIXED ASSETS – Tangible Assets	II	15,227	16,691
Less: Bank Loan		(17,060)	(3,979)
		(1,833)	12,712
NET CURRENT (LIABILITIES)			
Current Liabilities			
Monies due to Artists		35,909	49,904
Sundry Creditors		190,203	187,517
Bank Overdraft		98,856	111,494
Corporation Tax due		<u>23,875</u>	<u>23,875</u>
		<u>348,843</u>	<u>372,790</u>
Less: Current Assets:			
Monies due from Artists		1,141	22,619
Sundry Debtors & Prepayments		10,257	28,925
Cash in Hand		370	327
Stock of Antiques	I	<u>111,180</u>	<u>115,820</u>
		<u>122,948</u>	<u>167,691</u>
		(225,895)	(205,099)
		<u>£(227,728)</u>	<u>£(192,387)</u>
	Represented by:		
SHARE CAPITAL		200,000	200,000
CAPITAL RESERVE		103,393	103,393
RETAINED (LOSSES)		(531,121)	(495,780)
		<u>£(227,728)</u>	<u>£(192,387)</u>

Approved by the Board on 21 February 2005

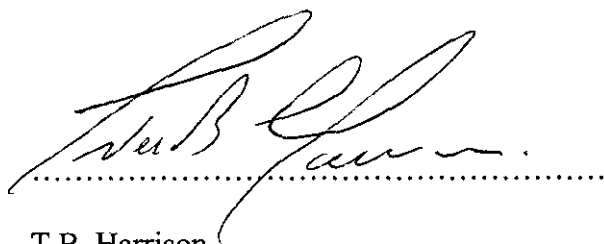
The notes on pages 4 and 5 form part of the Financial Statements

HARRISON OPERATIONS LIMITED

BALANCE SHEET AT 30 JUNE 2004

For the year ended 30 June 2004 the Company was entitled to exemption under Section 249A(1) of the Companies Act 1985. No members have required the Company to obtain an audit of its Accounts for the year in question in accordance with Section 249B(2). The Directors acknowledge their responsibility for (i) ensuring the Company keeps accounting records which comply with Section 221; and (ii) preparing Accounts which give a true and fair view of the state of affairs of the Company as at the end of its profits and loss for the financial year in accordance with Section 226, and which otherwise comply with the requirements of the Companies Act relating to Accounts, so far as applicable to the Company.

The Accounts are prepared in accordance with the special provisions of Part VII of the Companies Act relating to small companies S.246(8).

A handwritten signature in dark ink, appearing to read 'T.B. Harrison', is written over a horizontal dotted line.

T.B. Harrison
Director

HARRISON OPERATIONS LIMITED

NOTES TO FINANCIAL STATEMENTS – 30 JUNE 2004

I ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The Financial Statements have been prepared under the Historical Cost Accounting System and in accordance with applicable accounting standards.

TURNOVER

Turnover represents the invoiced value of Goods and Services to customers, excluding Value Added Tax.

COST OF SALES

Cost of sales is stated as all those costs directly incurred by the Company in order to bring each product sold to its saleable condition and to provide the services to customers.

FIXED ASSETS

Depreciation is calculated to write off the book value on both straight line and diminishing balance basis Over the expected useful lives of all tangible fixed assets.

The rate used is:

Furniture, Fixtures and Office Equipment:	25% on Written Down Value
Motor Car :	25% on Written Down Value
Leasehold Premises :	10% straight line

STOCK OF ANTIQUES

Stock has been valued at the lower of cost or net realisable value. Professional valuations have been obtained at 30 June 2004.

HIRE PURCHASE CONTRACTS

Assets acquired under Hire Purchase Contracts are capitalised and the resultant liability shown under Other Creditors, to the extent of the instalments payable in the next twelve months. The remainder of the liability is shown separately under Due on Hire Purchase Contracts.

HARRISON OPERATIONS LIMITED

NOTES TO FINANCIAL STATEMENTS – 30 JUNE 2004

(Continued)

II FIXED ASSETS – Tangible Assets

	<u>Leasehold Property</u> <u>£</u>	<u>Furniture, Fixtures and Office Equipment</u> <u>£</u>	<u>Motor Cars</u> <u>£</u>	<u>Total</u> <u>£</u>
<u>COST</u>				
At 1 July 2003	5,840	54,636	30,994	91,470
Additions	-	4,194	-	4,194
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2004	5,840	58,830	30,994	95,664
	<hr/>	<hr/>	<hr/>	<hr/>
<u>DEPRECIATION</u>				
At 1 July 2003	5,256	45,333	24,190	74,779
Provided during year	583	3,374	1,701	5,658
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2004	5,839	48,707	25,891	80,437
	<hr/>	<hr/>	<hr/>	<hr/>
<u>NET BOOK VALUE</u>				
At 1 July 2003	£ 584	£ 9,303	£6,804	£16,691
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2004	£ 1	£10,123	£5,103	£15,227
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