FAITH AND HOPE RECORDS LIMITED 404 MARINE ROAD WEST MORECAMBE LA4 5AR

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30-Apr-07

Company Registration Number 3463423

KZELIN ACMA

23/02/2008 **COMPANIES HOUSE**

BALANCE SHEET AS AT 30 APRIL 2007

		2007	2006
	Notes	££	££
FIXED ASSETS			
Tangible Assets	4	1,446	1,463
CURRENT ASSETS			
Cash at Bank		0	27,740
Stock on Hand		10,702	6,457
Debtors Due within one year	7	130,732	19,903
		141,434	54,100
CURRENT LIABILITIES			
Cash at Bank		1,755	0
CREDITORS			
Amounts falling due within one year	8	64,084	4,262
		75,595	49,838
		77,041	51,301
Amounts falling due after one year	9	63,775	74,893
,		13,266	(23,592)
CADITAL AND DECEDVES			
CAPITAL AND RESERVES Called up Share Capital	10	1,333	1,333
Profit and Loss Account	11	11,933	0
Troncand Loop Adoddin		13,266	(23,592)

AUDIT EXEMPTION REPORT

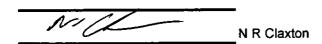
For the year ended 30th April 2007 the company was entitled to exemption under section 249A(1) of the Companies Act 1985. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

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 financial year, and of its profit 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, as far as applicable to the company

The accounts have been prepared in accordance with the special provisions in Part V11 of the Companies Act 1985 relating to small companies

Approved by the Board of Directors on 11th December 2007



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2007

1 ACCOUNTING POLICIES

(a) Basis of Accounting

These financial statements have been prepared under the historical cost convention

(b) Turnover

Turnover is the total amount, excluding value added tax, receivable by the company in the ordinary course of business

(c) Depreciation

Depreciation is calculated to write off the cost or valuation less estimated residual values, of tangible assets over their estimated useful lives to the business

The annual depreciation rates and methods are as follows

Office Equipment

25% on written down value

(d) Stock

Stocks are consistently stated at the lower of cost or net realisable value

(e) Debtors

Known bad debts are written off and provision is made for any considered doubtful debt.

(f) Deferred Tax

The Directors consider that a provision for the tax deferred by the effect of timing differences is not appropriate to a sound understanding of the accounts and that any such provision would only relate to a liability which is unlikely to crystallise

(g) Cash Flow Statement

The company has taken advantage of the exemption in FRS1 from producing a Cash Flow Statement on the grounds that it is a small company as defined in S247 Companies Act 1985

(h) Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account at arriving at the operating profit.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2007 cont'd

2 TURNOVER AND OPERATING PROFIT

The turnover and operating profit is attributable to the principal activity of the company Turnover attributable to geographical markets outside the United Kingdom amounted to 51% (2006 28%)

Operating profit is stated after charging

		2007 £	2006 £
	Depreciation Directors' remuneration	433 NIL	1462 NIL
3	TAXATION	2007 £	2006 £
	UK Corporation Tax Withholding tax relief	85 0	0 0
		85	0

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2007 cont'd

		Total	Office Equipment
		£	£
4	TANGIBLE FIXED ASSETS		
	Cost as at 30 April 2006	13,620	13,620
	At 30 April 2007	14,036	14,036
	Depreciation as at 30 April 2006 Provided in the year	12,157 433	12,157 <u>433</u>
	At 30 April 2007	12,590	12,590
	Net Book Value at 30 April 2007	1,446	1,446
	Net Book Value at 30 April 2006	1,463	1,463
5	STOCKS	2007 £	2006 £
	Goods for resale	10,702	6,457
6	RECONCILIATION OF MOVEMENT IN SHA	REHOLDERS FUNDS	
		2007 £	2006 £
	Balance as at 30 April 2006 Profit/(Loss) for the period	(24,925) 36,858	(101,540) 76,615
	Closing Shareholders' Funds	11,933	(24,925)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2007 cont'd

7	DEBTORS		
		2007	2006
		£	£
		~	-
	Social Security and other Taxes	1,515	1,366
	Prepayments	925	592
	Trade Debtors	128,292	17,945
	Trade Debiors	130,732	19,903
		130,732	10,000
8	CREDITORS		
O	Amounts falling due within one year		
	Amounts failing due within one year		
		2007	2006
		£	£
		~	~
	Trade Creditors	63,192	2,687
	Social Security and other Taxes	85	508
	Accruals and Deferred Income	807	1,067
	, cordate and policina mornia	64,084	4,262
9	CREDITORS		
•	Amounts falling due after one year		
	, and all its and a second of the four		
		2007	2006
		£	£
	Directors Loan Account	63,775	74,893

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2007 cont'd

10	CALLED UP SHARE CAPITAL	2007	2006
		£	£
	Authorised 10000 Ordinary Shares of £1 each	-	~
	Allotted, called up and fully paid		
	1333 Ordinary Shares of £1 each	1,333	1,333
11	PROFIT AND LOSS ACCOUNT		
		2007	2006
		£	£
	Balance as at 30 April 2006	(24,925)	(101,540)
	Profit/(Loss) for the Year	36,858	76,615
	30-Apr-07	11,933	(24,925)

12 CAPITAL COMMITMENTS

There were no capital commitments at 30 April 2007 (30 April 2006 - Nil)

13 CONTINGENT LIABILITIES

There were no contingent liabilities at 30 April 2007 (30 April 2006 - Nil)