

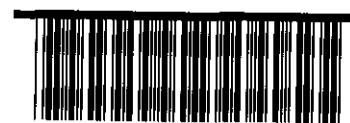
Company Registration No. 1569857 (England and Wales)

4

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 SEPTEMBER 1999



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COMPANIES HOUSE

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31/07/00

Notes to the Abbreviated Financial Statements
for the Year Ended 31st March 1999

1. ACCOUNTING POLICIES**Accounting convention**

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

Turnover

Turnover represents net invoiced sales of goods and royalties received, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Factory Improvements	- not provided
Office Equipment	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Expenditure on factory improvements is written off in the year in which it is incurred.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Royalty Income

Income from royalties has been accounted as invoiced.

Licences, copyrights, and project expenditure

No value has been attributed to licences and copyrights created by the company, and project expenditure has been written off as incurred.

Group accounts

Under Section 248 of the Companies Act 1985, the company is exempt from preparing consolidated financial statements on the grounds that the company and its subsidiaries are a small group. Accordingly, the information contained in these financial statements relates only to the company and not to its subsidiary companies.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1st April 1998	
and 31st March 1999	91,252
DEPRECIATION:	
At 1st April 1998	69,175
Charge for year	3,952
At 31st March 1999	73,127
NET BOOK VALUE:	
At 31st March 1999	18,125
At 31st March 1998	22,077

Anco Software Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31st March 1999

3. **FIXED ASSET INVESTMENTS**

	£
COST:	
At 1st April 1998	6,179
Disposals	(4)
	<u>6,175</u>
At 31st March 1999	<u>6,175</u>
NET BOOK VALUE:	
At 31st March 1999	<u>6,175</u>
At 31st March 1998	<u>6,179</u>

The fixed asset investments disposed of during the year comprise the issued share capital of the wholly owned subsidiary companies, Anco Marketing Limited and Anco Entertainment Limited, which were dissolved during the year.

Fixed asset investments at the year end comprise precious stones at a cost of £6,175. The market value at the year end was in excess of cost.

4. **CREDITORS**

The following secured debts are included within creditors:

	31.3.99	31.3.98
	£	£
Bank overdrafts	<u>18,373</u>	<u>144,720</u>

5. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.99 £	31.3.98 £
100	Voting Ordinary	£1	100	100
64	A Non Voting Ordinary	£1	64	64
64	B Non Voting Ordinary	£1	64	64
			<u>228</u>	<u>228</u>

6. **RELATED PARTY DISCLOSURES**

The company acted as developer and publisher for Anco Games, a business controlled by the directors. No trading transactions took place between the company and Anco Games during the year, although in the previous year royalties were paid to Anco Games amounting to £19,062.

At the year end, Anco Games owed the company £91,527 (1998 - £141,417).

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

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ROSE HACKNEY BARBER PRODUCTIONS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 1999

The directors present their report and financial statements for the year ended 30 September 1999.

Principal activities and review of the business

The principal activity of the company continued to be that of film production.

Results and dividends

The results for the year are set out on page 4.

Year 2000

The company did not experience any year 2000 compliance issues on the year change. The directors are satisfied that all major computer systems are compliant, although given the complexity of the problem, it is not possible for any organisation to guarantee that no further year 2000 problems will arise. However, the directors consider that it has sufficient resources available to deal promptly with any such issues, and do not expect to have to expend amounts in excess of normal computer costs on these.

Directors

The following directors have held office since 1 October 1998:

Graham E. Rose	
John R. Hackney	(Resigned 4 March 1999)
Daniel M. Barber	
Stephen C. Worley	

Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	30 September 1999	1 October 1998
Graham E. Rose	-	70
Daniel M. Barber	-	-
Stephen C. Worley	-	-

	Ordinary shares of 50p each	
	30 September 1999	1 October 1998
Graham E. Rose	95	-
Daniel M. Barber	60	-
Stephen C. Worley	30	-

Charitable contributions

During the year the company made charitable donations of £8,360 (1998 : £3,579).

Auditors

The company has by elective resolution dispensed with the obligation to appoint auditors annually in accordance with section 386(1) of the Companies Act 1985. Therefore, the auditors, Silver Levene, will be deemed to be reappointed for each succeeding financial year.

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 1999

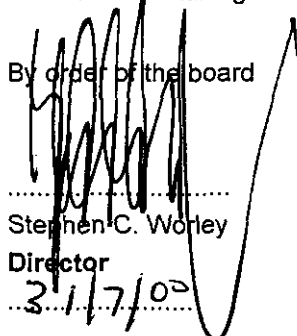
Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 which disclose with reasonable accuracy at any time the financial position of the company and to 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.

By order of the board



.....
Stephen C. Worley

Director

31/7/00

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

AUDITORS' REPORT TO ROSE HACKNEY BARBER PRODUCTIONS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 12, together with the financial statements of the company for the year ended 30 September 1999 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

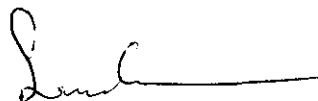
The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 12 are properly prepared in accordance with that provision.



Silver Levene

Chartered Certified Accountants
Registered Auditors

31/7/2000

37 Warren Street
London
W1P 5PD

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 1999

	Notes	1999 £	1998 £
Gross profit		1,004,435	1,319,767
Administrative expenses		(1,073,305)	(1,312,221)
Operating (loss)/profit	2	(68,870)	7,546
Other interest receivable and similar income	3	74,595	80,943
Profit on ordinary activities before taxation		5,725	88,489
Tax on profit on ordinary activities	4	(44,629)	(31,982)
(Loss)/profit on ordinary activities after taxation	10	(38,904)	56,507

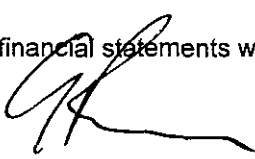
ROSE HACKNEY BARBER PRODUCTIONS LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 SEPTEMBER 1999

	Notes	1999 £	£	1998 £	£
Fixed assets					
Tangible assets	5		301,151		388,998
Current assets					
Stocks	6	498,793		189,510	
Debtors	7	1,610,941		1,373,146	
Cash at bank and in hand		1,468,499		1,840,294	
		<u>3,578,233</u>		<u>3,402,950</u>	
Creditors: amounts falling due within one year	8	<u>(3,682,342)</u>		<u>(3,556,002)</u>	
Net current liabilities			(104,109)		(153,052)
Total assets less current liabilities			<u>197,042</u>		<u>235,946</u>
Capital and reserves					
Called up share capital	9		100		100
Profit and loss account	10		196,942		235,846
Shareholders' funds	11		<u>197,042</u>		<u>235,946</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board on 30/7/2000


Graham E. Rose
Director

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 1999

	1999 £	1998 £
Net cash (outflow)/inflow from operating activities	(406,314)	589,149
Returns on investments and servicing of finance		
Interest received	74,595	80,943
Net cash inflow for returns on investments and servicing of finance	74,595	80,943
Taxation	(1)	(12,064)
Capital expenditure		
Payments to acquire tangible assets	(40,075)	(277,262)
Receipts from sales of tangible assets	-	29,685
Net cash outflow for capital expenditure	(40,075)	(247,577)
Net cash (outflow)/inflow before management of liquid resources and financing	(371,795)	410,451
(Decrease)/increase in cash in the year	(371,795)	410,451

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 1999

1	Reconciliation of operating (loss)/profit to net cash (outflow)/inflow from operating activities	1999	1998
		£	£
	Operating (loss)/profit	(68,870)	7,546
	Depreciation of tangible assets	127,922	130,199
	Profit on disposal of tangible assets	-	(3,017)
	Increase in stocks	(309,283)	(79,776)
	(Increase)/decrease in debtors	(237,795)	324,327
	Increase in creditors within one year	81,712	209,870
	Net cash (outflow)/inflow from operating activities	(406,314)	589,149

2	Analysis of net funds	1 October 1998	Cash flow	Other non-cash changes	30 September 1999
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	1,840,294	(371,795)		1,468,499
	Debt:				
	Net funds	1,840,294	(371,795)	-	1,468,499

3	Reconciliation of net cash flow to movement in net funds	1999	1998
		£	£
	(Decrease)/increase in cash in the year	(371,795)	410,451
	Cash inflow from increase in debt	-	-
	Movement in net funds in the year	(371,795)	410,451
	Opening net funds	1,840,294	1,429,843
	Closing net funds	1,468,499	1,840,294

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

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

Land and buildings Short Leasehold	Straight line over the life of the lease
Computers	25% Reducing balance
Fixtures, fittings & equipment	15% Reducing balance
Motor vehicles	25% Reducing balance

1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.7 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Operating (loss)/profit	1999	1998
	£	£
Operating (loss)/profit is stated after charging:		
Depreciation of tangible assets	127,922	130,199
Operating lease rentals	109,896	107,421
Auditors' remuneration	16,000	12,000
	<u> </u>	<u> </u>
3 Other interest receivable and similar income	1999	1998
	£	£
Bank interest	74,595	80,943
	<u> </u>	<u> </u>

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

4	Taxation			1999	1998
				£	£
	U.K. current year taxation				
	U.K. corporation tax at 21% (1998 - 21%)			44,453	31,783
	Prior years				
	U.K. corporation tax			176	199
				<u>44,629</u>	<u>31,982</u>
5	Tangible fixed assets				
		Land and buildings Short Leasehold	Computers	Fixtures, fittings & equipment	Total
		£	£	£	£
	Cost				
	At 1 October 1998	485,733	78,830	345,110	909,673
	Additions	15,623	10,773	13,679	40,075
		<u>501,356</u>	<u>89,603</u>	<u>358,789</u>	<u>949,748</u>
	At 30 September 1999				
	Depreciation				
	At 1 October 1998	299,339	48,831	172,505	520,675
	Charge for the year	89,786	10,193	27,943	127,922
		<u>389,125</u>	<u>59,024</u>	<u>200,448</u>	<u>648,597</u>
	At 30 September 1999				
	Net book value				
	At 30 September 1999	112,231	30,579	158,341	301,151
		<u>186,394</u>	<u>29,999</u>	<u>172,605</u>	<u>388,998</u>
	At 30 September 1998				
6	Work in progress			1999	1998
				£	£
	Work in progress			498,793	189,510
				<u>498,793</u>	<u>189,510</u>

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

7	Debtors	1999 £	1998 £
	Trade debtors	994,676	1,000,455
	Other debtors	7,441	6,301
	Prepayments and accrued income	608,824	366,390
		<u>1,610,941</u>	<u>1,373,146</u>
8	Creditors: amounts falling due within one year	1999 £	1998 £
	Trade creditors	88,481	134,306
	Corporation tax	76,412	31,784
	Other taxes and social security costs	193,215	239,169
	Directors' current accounts	51,250	60,000
	Other creditors	1,416,331	1,407,718
	Accruals and deferred income	1,856,653	1,683,025
		<u>3,682,342</u>	<u>3,556,002</u>
9	Share capital	1999 £	1998 £
	Authorised		
	- Ordinary shares of £ 1 each	-	1,000
	2,000 Ordinary shares of 50p each	1,000	-
		<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	- Ordinary shares of £ 1 each	-	100
	200 Ordinary shares of 50p each	100	-
		<u>100</u>	<u>100</u>

On 20 November 1998 each of the issued and unissued ordinary shares of £1 each were subdivided into two shares of 50 pence each.

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

10 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 October 1998	235,846
Retained loss for the year	(38,904)
Balance at 30 September 1999	<u>196,942</u>

11 Reconciliation of movements in shareholders' funds

	1999 £	1998 £
(Loss)/Profit for the financial year	(38,904)	56,507
Opening shareholders' funds	<u>235,946</u>	<u>179,439</u>
Closing shareholders' funds	<u>197,042</u>	<u>235,946</u>

12 Financial commitments

At 30 September 1999 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings 1999 £	1998 £
Expiry date:		
Within one year	105,000	-
Between two and five years	-	105,000
	<u>105,000</u>	<u>105,000</u>

13 Directors' emoluments

	1999 £	1998 £
Emoluments for qualifying services	<u>51,250</u>	<u>60,000</u>

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

14 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	1999 Number	1998 Number
Office and management	6	7
Production and sales	13	15
	<u>19</u>	<u>22</u>

Employment costs

	£	£
Wages and salaries	398,456	561,754
Social security costs	44,625	54,613
	<u>443,081</u>	<u>616,367</u>