

Company Registration No. 1569857 (England and Wales)

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 SEPTEMBER 1996



ROSE HACKNEY BARBER PRODUCTIONS LIMITED

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ROSE HACKNEY BARBER PRODUCTIONS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 1996

The directors present their report and financial statements for the year ended 30 September 1996.

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 5.

Directors

The following directors have held office since 1 October 1995:

Graham E. Rose

John R. Hackney

Directors' interests

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

	Ordinary shares of £1 each	
	30 September 1996	1 October 1995
John R. Hackney	30	30
Graham E. Rose	70	70

Charitable contributions

During the year the company made charitable donations of £3,951 (1995: £3,215).

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 1996

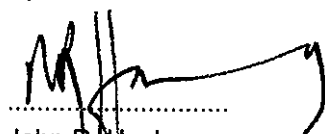
Directors' responsibilities

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



John R. Hackney

Director

29/7/97.....

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

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

We have examined the abbreviated accounts on pages 5 to 13 together with the financial statements of Rose Hackney Barber Productions Limited prepared under section 226 of the Companies Act 1985 for the year ended 30 September 1996.

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 the company's entitlement to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985 and whether the abbreviated accounts have been 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 audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to deliver abbreviated accounts prepared in accordance with section 246A of that Act, in respect of the year ended 30 September 1996 and the abbreviated accounts on pages 3 to 13 have been properly prepared in accordance with that section.

Other information

On 29/7/97 we reported, as auditors of Rose Hackney Barber Productions Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 30 September 1996, and our audit report was as follows:

"We have audited the financial statements on pages 4 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

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

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 1996 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985."


Silver Levene

Chartered Accountants
Registered Auditor

30/7/1997

37 Warren Street
London
W1P 5PD

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 1996

	Notes	1996 £	1995 £
Gross profit		1,321,673	1,404,764
Administrative expenses		(1,353,555)	(1,448,431)
Operating loss	2	(31,882)	(43,667)
		-	-
Other interest receivable and similar income	3	92,514	80,261
Interest payable and similar charges	4	(85)	-
Profit on ordinary activities before taxation		60,547	36,594
Tax on profit on ordinary activities	5	(60,770)	(30,000)
(Loss)/profit on ordinary activities after taxation	10	(223)	6,594

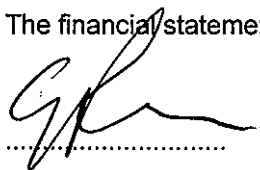
ROSE HACKNEY BARBER PRODUCTIONS LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 SEPTEMBER 1996

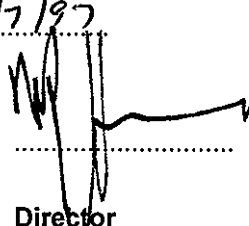
	Notes	1996 £	£	1995 £	£
Fixed assets					
Tangible assets	6		330,995		388,178
Current assets					
Debtors	7	1,128,939		1,257,844	
Cash at bank and in hand		1,644,090		2,454,619	
		<u>2,773,029</u>		<u>3,712,463</u>	
Creditors: amounts falling due within one year	8	<u>(2,825,495)</u>		<u>(3,821,889)</u>	
Net current liabilities			(52,466)		(109,426)
Total assets less current liabilities			<u>278,529</u>		<u>278,752</u>
Capital and reserves					
Called up share capital	9		100		100
Profit and loss account	10		278,429		278,652
Shareholders' funds	11		<u>278,529</u>		<u>278,752</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 29/7/97



Director



Director

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 1996

	1996 £	1995 £
Net cash (outflow)/inflow from operating activities	(847,948)	252,897
Returns on investments and servicing of finance		
Interest received	92,514	80,261
Interest paid	(85)	-
	<hr/>	<hr/>
Net cash inflow for returns on investments and servicing of finance	92,429	80,261
Taxation	(32,864)	(59,008)
Capital expenditure		
Payments to acquire tangible assets	(22,146)	(61,025)
Receipts from sales of tangible assets	-	18,500
	<hr/>	<hr/>
Net cash outflow for capital expenditure	(22,146)	(42,525)
	<hr/>	<hr/>
Net cash (outflow)/inflow before management of liquid resources and financing	(810,529)	231,625
	<hr/>	<hr/>
Decrease in cash in the year	<u>(810,529)</u>	<u>231,625</u>

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 1996

1	Reconciliation of operating loss to net cash (outflow)/inflow from operating activities			1996	1995		
				£	£		
				(31,882)	(43,667)		
				79,328	75,569		
				-	(2,058)		
				128,905	50,871		
				(1,024,299)	172,182		
				(847,948)	252,897		
2	Analysis of net funds			1 October 1995	Cash flow	Other non-cash changes	30 September 1996
				£	£	£	£
				2,454,619	(810,529)		1,644,090
				2,454,619	(810,529)	-	1,644,090
3	Reconciliation of net cash flow to movement in net debt			1996	1995		
				£	£		
				(810,529)	231,625		
				-	-		
				(810,529)	231,625		
				2,454,619	2,222,994		
				1,644,090	2,454,619		

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1996

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 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 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.

2 Operating loss	1996	1995
	£	£
Operating loss is stated after charging:		
Depreciation of tangible assets	79,328	75,569
Operating lease rentals	96,000	96,000
Auditors' remuneration	33,795	31,040
	<u> </u>	<u> </u>
3 Other interest receivable and similar income	1996	1995
	£	£
Bank interest	92,514	80,261
	<u> </u>	<u> </u>
4 Interest payable	1996	1995
	£	£
On overdue tax	85	-
	<u> </u>	<u> </u>

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1996

5	Taxation				1996	1995
					£	£
	U.K. current year taxation					
	U.K. corporation tax at 24% (1995- 25%)				57,905	30,000
	Prior years					
	U.K. Corporation tax				2,865	-
					<u>60,770</u>	<u>30,000</u>
6	Tangible fixed assets					
		Land and buildings Leasehold	Computers	Fixtures, fittings & equipment	Motor vehicles	Total
		£	£	£	£	£
	Cost					
	At 1 October 1995	367,960	35,177	204,839	71,316	679,292
	Additions	-	18,429	3,717	-	22,146
		<u>367,960</u>	<u>53,606</u>	<u>208,556</u>	<u>71,316</u>	<u>701,438</u>
	At 30 September 1996	367,960	53,606	208,556	71,316	701,438
	Depreciation					
	At 1 October 1995	123,290	23,898	121,665	22,262	291,115
	Charge for the year	46,604	7,427	13,034	12,263	79,328
		<u>169,894</u>	<u>31,325</u>	<u>134,699</u>	<u>34,525</u>	<u>370,443</u>
	At 30 September 1996	169,894	31,325	134,699	34,525	370,443
	Net book value					
	At 30 September 1996	<u>198,066</u>	<u>22,281</u>	<u>73,857</u>	<u>36,791</u>	<u>330,995</u>
	At 30 September 1995	<u>244,670</u>	<u>11,280</u>	<u>83,174</u>	<u>49,054</u>	<u>388,178</u>
7	Debtors				1996	1995
					£	£
	Trade debtors				1,007,644	1,071,042
	Other debtors				33,751	144,438
	Prepayments and accrued income				87,544	42,364
					<u>1,128,939</u>	<u>1,257,844</u>

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1996

8 Creditors: amounts falling due within one year	1996	1995
	£	£
Trade creditors	366,492	1,734,965
Corporation tax	57,905	30,000
Other taxes and social security costs	200,249	160,219
Directors' current accounts	412	-
Other creditors	1,398,931	1,400,000
Accruals and deferred income	801,506	496,705
	<u>2,825,495</u>	<u>3,821,889</u>
9 Share capital	1996	1995
	£	£
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
10 Statement of movements on profit and loss account		Profit and loss account £
Balance at 1 October 1995		278,652
Retained loss for the year		(223)
Balance at 30 September 1996		<u>278,429</u>
11 Reconciliation of movements in shareholders' funds	1996	1995
	£	£
(Loss)/Profit for the financial year	(223)	6,594
Opening shareholders' funds	278,752	272,158
Closing shareholders' funds	<u>278,529</u>	<u>278,752</u>

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1996

12 Financial commitments

At 30 September 1996 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	1996	1995
	£	£
Expiry date:		
Between two and five years	96,000	96,000

13 Directors' emoluments

	1996	1995
	£	£
Fees	30,000	40,000
Benefits in kind	17,963	58,775
	47,963	98,775

Emoluments disclosed above include amounts paid to:

The chairman	23,876	49,772
The highest paid director	24,087	51,770

ROSE HACKNEY BARBER PRODUCTIONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1996

14 Employees

Number of employees

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

	1996 Number	1995 Number
Office and management	5	5
Production and sales	17	17
	<u>22</u>	<u>22</u>

Employment costs

	£	£
Wages and salaries	710,287	932,964
Social security costs	3,060	4,080
	<u>713,347</u>	<u>937,044</u>