

Grant Naylor Productions Limited

FINANCIAL STATEMENTS

for the year ended

31 December 2000



Grant Naylor Productions Limited

DIRECTORS AND OFFICERS

DIRECTORS

D Naylor
R Grant
CEM Armitage

SECRETARY

CEM Armitage

COMPANY NUMBER

2468538 (England and Wales)

REGISTERED OFFICE

2nd Floor
19 Denmark Street
London
WC2H 8NA

Grant Naylor Productions Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of Grant Naylor Productions Limited for the year ended 31 December 2000.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of television producers.

DIRECTORS

The following directors have held office since 1 January 2000.

D Naylor
R Grant
CEM Armitage

DIRECTORS' INTERESTS IN SHARES AND DEBENTURES

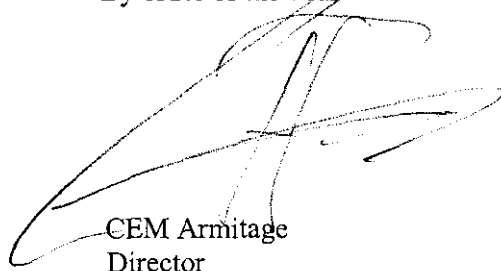
Directors' interests in the shares of the company, including family interests, were as follows:

	Ordinary shares of £1 each	
	31.12.00	01.01.00
D Naylor	25	25
R Grant	25	25
CEM Armitage	-	-
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SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

By order of the board



CEM Armitage
Director

Grant Naylor Productions Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 requirements of 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.

Grant Naylor Productions Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2000

	Notes	2000 £	1999 £
TURNOVER		326,514	1,615,338
Less: Production costs		(142,427)	(1,159,821)
		<u>184,087</u>	<u>455,517</u>
Other operating expenses (net)		(230,606)	(469,683)
OPERATING PROFIT/(LOSS)		<u>(46,519)</u>	<u>(14,166)</u>
Investment income		3,048	13,449
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	1	(43,471)	(717)
Taxation	2	-	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION RETAINED	9	<u>(43,471)</u>	<u>(717)</u>

The operating loss for the year arises from the company's continuing operations.

No separate statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

The retained loss for the year represents the company's historical loss.

Grant Naylor Productions Limited

BALANCE SHEET

31 December 2000

	Notes	2000 £	1999 £
FIXED ASSETS			
Tangible assets	3	10,796	13,585
Investments	4	-	2
		<u>10,796</u>	<u>13,587</u>
CURRENT ASSETS			
Work in progress	5	1,705	-
Debtors	6	73,071	204,721
Cash at bank and in hand		9,796	52,210
		<u>84,572</u>	<u>256,931</u>
CREDITORS: Amounts falling due within one year	7	(122,763)	(254,442)
NET CURRENT ASSETS		<u>(38,191)</u>	<u>2,489</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(27,395)</u>	<u>16,076</u>
CAPITAL AND RESERVES			
Called up share capital	8	100	100
Profit and loss account	9	(27,495)	15,976
		<u>(27,395)</u>	<u>16,076</u>

Approved by the board on X 30/10

Director
CEM Armitage



Grant Naylor Productions Limited

ACCOUNTING POLICIES

EXEMPTION FROM AUDIT

- a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249(1) of the Companies Act 1985;
- b) No notice has been deposited under Section 249B(2) of the Companies Act 1985.

BASIS OF ACCOUNTING

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

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Electronic equipment	over 3 years
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INVESTMENTS

All investments are stated at cost, provision being made for any permanent diminution in the value of fixed asset investment.

TURNOVER

Turnover represents production monies receivable, net of value added tax.

COST OF SALES

This is comprised of production costs, which are matched against production income in the period in which they arise.

WORK IN PROGRESS

Work in progress is valued at the lower of cost and net realisable value and is based upon estimated selling price less further costs expected to be incurred to completion of the production. Provision is made for amounts likely to prove irrecoverable.

Grant Naylor Productions Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

1	PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	2000 £	1999 £
	Profit/(loss) on ordinary activities before taxation is stated after charging:		
	Depreciation charge for the year	11,335	10,914
	Auditors' remuneration	-	3,750
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2 TAXATION

There was no charge for corporation tax in the year (1999: £Nil).

3	TANGIBLE FIXED ASSETS	Electronic equipment £
	Cost:	
	1 January 2000	62,042
	Additions	8,546
	31 December 2000	<hr/> 70,588
	Depreciation:	
	1 January 2000	48,457
	Charged in the year	11,335
	31 December 2000	<hr/> 59,792
	Net book value:	
	31 December 2000	<hr/> 10,796
	31 December 1999	<hr/> 13,585

4	INVESTMENTS	2000 £	1999 £
	Cost	-	2

The investment in Eden Management was disposed of during the year.

5	WORK IN PROGRESS	2000 £	1999 £
	Deferred costs	1,705	-
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Grant Naylor Productions Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000

6	DEBTORS	2000	1999
		£	£
	Due within one year:		
	Trade Debtor	15,876	4,287
	Other debtors	8,169	34,321
	Prepayments and accrued income	49,026	166,113
		<u>73,071</u>	<u>204,721</u>

7	CREDITORS: Amounts falling due within one year	2000	1999
		£	£
	Trade creditors	20,760	6,757
	Other taxation and social security	14,739	-
	Other creditors	69,652	166,862
	Accruals and deferred income	10,844	20,876
	Amounts owed to group undertakings	6,768	59,947
		<u>122,763</u>	<u>254,442</u>

8	SHARE CAPITAL	2000	1999
		£	£
	Authorised:		
	100 ordinary shares of £1 each	100	100
	Allotted, issued and fully paid:		
	100 ordinary shares of £1 each	100	100
		<u>100</u>	<u>100</u>

9	PROFIT AND LOSS ACCOUNT	2000	1999
		£	£
	1 January 2000	15,976	16,693
	Profit/(loss) for the financial year	(43,471)	(717)
	31 December 2000	<u>(27,495)</u>	<u>15,976</u>

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CONTINGENT LIABILITIES & CAPITAL COMMITMENTS

The directors have confirmed there were no contingent liabilities or capital commitments which should be disclosed at 31 December 2000.

Grant Naylor Productions Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2000

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RELATED PARTY TRANSACTIONS

Name	Nature of relationship	Purchases 2000	1999	Balance at 2000	year end 1999
D Naylor	25% shareholder. Director	-	-	-	-
R Grant	25% shareholder. Director	15,000	61,242	15,000	38,742
Noel Gay TV	50% shareholder	20,000	81,242	(795)	1,177
Noel Gay Organisation Ltd	100% shareholder of Noel Gay Television Ltd	61,954	58,678	7,563	7,529
DN Management Services Ltd	A company in which D Naylor and his wife, Mrs. L Naylor, are 100% shareholders	38,201	117,832	409	40,812

Grant Naylor Productions Limited

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT for the year ended 31 December 2000

	2000 £	1999 £
FEES	326,514	1,615,338
Less: Production costs	(142,427)	(1,159,821)
	<u>184,087</u>	<u>455,517</u>
OVERHEADS		
Premises costs	24,720	19,128
Depreciation	11,335	10,914
Staff costs	60,673	222,532
Telephone	5,852	3,696
Printing, postage and stationery	2,600	2,089
Audit, accountancy and tax fees	-	3,750
General expenses	22,288	10,217
Legal and professional	17,378	49,663
Travelling expenses	12,861	3,028
Entertaining	1,040	1,133
Promotion & merchandising	13,196	13,143
Computer costs	38,666	49,148
Management Fees payable	20,000	81,242
	<u>230,606</u>	<u>469,683</u>
OPERATING PROFIT/(LOSS)	(46,519)	(14,166)
Interest receivable	3,048	13,449
PROFIT/(LOSS) FOR THE YEAR	<u>(43,471)</u>	<u>(717)</u>

This page does not form part of the statutory financial statements.