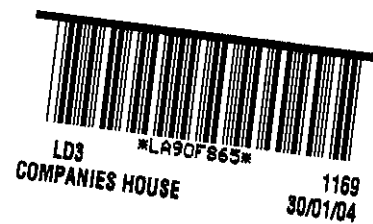


Company Registration No. 2859150 (England and Wales)

**XENOS PICTURES LIMITED**  
**DIRECTOR'S REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2003**



# **XENOS PICTURES LIMITED**

## **COMPANY INFORMATION**

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<b>Director</b>	N Marsh-Edwards
<b>Secretary</b>	R Bailey
<b>Company number</b>	2859150
<b>Registered office</b>	8 Blackstock Mews Islington London N4 2BT
<b>Accountants</b>	Barcant Beardon Chartered Accountants 8 Blackstock Mews Islington London N4 2BT
<b>Bankers</b>	Barclays Bank plc Soho Square Business Centre 27 Soho Square London W1A 4WA

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# **XENOS PICTURES LIMITED**

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# XENOS PICTURES LIMITED

## DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2003

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The director presents her report and financial statements for the year ended 31 March 2003.

### Principal activities

The principal activity of the company is that of the development, production and distribution of films and television programmes.

### Director

The following director has held office since 1 April 2002:

N Marsh-Edwards

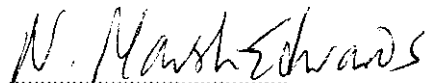
### Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary Shares of £ 1 each	
	31 March 2003	1 April 2002
N Marsh-Edwards	2	2

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

On behalf of the board



N Marsh-Edwards

Director

Date:..... 23/1/2004 .....

# **XENOS PICTURES LIMITED**

## **ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED ACCOUNTS OF XENOS PICTURES LIMITED**

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As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 2003, set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



**BARCANT BEARDON**  
Chartered Accountants

8 Blackstock Mews  
Islington  
London  
N4 2BT

*23 January 2004*

# XENOS PICTURES LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2003

	Notes	2003 £	2002 £
Turnover		6,000	18,181
Cost of sales		(650)	(397)
Gross profit		5,350	17,784
Administrative expenses		(6,382)	(18,187)
Operating loss	2	(1,032)	(403)
Other interest receivable and similar income		83	139
Loss on ordinary activities before taxation		(949)	(264)
Tax on loss on ordinary activities	3	-	(738)
Loss on ordinary activities after taxation	10	(949)	(1,002)

# XENOS PICTURES LIMITED

## BALANCE SHEET AS AT 31 MARCH 2003

	Notes	2003 £	£	2002 £	£
<b>Fixed assets</b>					
Intangible assets	4		43,786		41,286
Tangible assets	5		802		1,068
			<u>44,588</u>		<u>42,354</u>
<b>Current assets</b>					
Debtors	6	561		663	
Cash at bank and in hand		19,520		15,337	
		<u>20,081</u>		<u>16,000</u>	
<b>Creditors: amounts falling due within one year</b>	7	(21,378)		(16,614)	
		<u>(21,378)</u>		<u>(16,614)</u>	
<b>Net current liabilities</b>			(1,297)		(614)
<b>Total assets less current liabilities</b>			<u>43,291</u>		<u>41,740</u>
<b>Creditors: amounts falling due after more than one year</b>	8		(57,685)		(55,185)
			<u>(14,394)</u>		<u>(13,445)</u>
<b>Capital and reserves</b>					
Called up share capital	9		2		2
Profit and loss account	10		(14,396)		(13,447)
<b>Shareholders' funds</b>			<u>(14,394)</u>		<u>(13,445)</u>

# XENOS PICTURES LIMITED

## BALANCE SHEET (CONTINUED) AS AT 31 MARCH 2003

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges her responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on .....23/1/2004.....

*N. Marsh-Edwards*

N Marsh-Edwards  
Director



# XENOS PICTURES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### 1.2 Turnover

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

#### 1.3 Project development costs

The direct preliminary costs of developing specific projects, which are financed by Project Development Loans, are capitalised. These costs are amortised over the production phase of the project when the loans become repayable, or they are written off when the loans are written off under the terms of the loan agreements, as described in Note 8.

#### 1.4 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:

Fixtures, fittings & equipment                      25% per annum on reducing balance

2	Operating loss	2003	2002
		£	£
	Operating loss is stated after charging:		
	Depreciation of tangible assets	266	355
	Director's emoluments	-	6,000
		<u>          </u>	<u>          </u>
3	Taxation	2003	2002
		£	£
	Domestic current year tax		
	U.K. corporation tax	-	14
	Prior year : Write off Surplus ACT	-	724
		<u>          </u>	<u>          </u>
	Current tax charge	-	738
		<u>          </u>	<u>          </u>

The company has estimated losses of £ 2,041 (2002 : £ 3,454) available for carry forward against future trading profits.

# XENOS PICTURES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

### 4 Intangible fixed assets

	Project Development Costs £
<b>Cost</b>	
At 1 April 2002	41,286
Additions	2,500
	<hr/>
At 31 March 2003	43,786
	<hr/>
<b>Net book value</b>	
At 31 March 2003	43,786
	<hr/>
At 31 March 2002	41,286
	<hr/>

### 5 Tangible fixed assets

	Fixtures, fittings & equipment £
<b>Cost</b>	
At 1 April 2002 & at 31 March 2003	4,264
	<hr/>
<b>Depreciation</b>	
At 1 April 2002	3,196
Charge for the year	266
	<hr/>
At 31 March 2003	3,462
	<hr/>
<b>Net book value</b>	
At 31 March 2003	802
	<hr/>
At 31 March 2002	1,068
	<hr/>

### 6 Debtors

	2003 £	2002 £
Trade debtors	-	79
Other debtors	561	584
	<hr/>	<hr/>
	561	663
	<hr/>	<hr/>

# XENOS PICTURES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

7	Creditors: amounts falling due within one year	2003 £	2002 £
	Bank loans and overdrafts	1,669	178
	Trade creditors	15	1,233
	Taxation and social security	-	2,577
	Other creditors	19,694	12,626
		<u>21,378</u>	<u>16,614</u>

8	Creditors: amounts falling due after more than one year	2003 £	2002 £
	Project Development Loans	<u>57,685</u>	<u>55,185</u>

The specific Project Development Loans are non interest bearing and are repayable in the event of commencement of a production based on the Development Works or on disposal of the company's rights in the Development Works. The loans as follows are secured by a fixed charge on the copyright and all other rights connected with the Development Works of the specific projects.

	2003 £	2002 £
The Black Writing Initiative - British Screen Finance Ltd	29,935	29,935
- Polar Productions Ltd	14,750	14,750
Party - British Screen Finance Ltd	8,500	6,000
Penge - British Screen Finance Ltd	4,500	4,500
	<u>57,685</u>	<u>55,185</u>

9	Share capital	2003 £	2002 £
	<b>Authorised</b>		
	1,000 Ordinary Shares of £ 1 each	<u>1,000</u>	<u>1,000</u>
	<b>Allotted, called up and fully paid</b>		
	2 Ordinary Shares of £ 1 each	<u>2</u>	<u>2</u>

# **XENOS PICTURES LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003**

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### **10 Statement of movements on profit and loss account**

#### **Profit and loss account**

£

Balance at 1 April 2002	(13,447)
Retained loss for the year	(949)
	<hr/>
Balance at 31 March 2003	(14,396)
	<hr/>

### **11 Control**

Throughout the year the company was controlled by the Director, Ms N Marsh-Edwards

### **12 Related party transactions**

The company is related to Xenos Pictures (Hijack) Ltd which is controlled by Ms N.Marsh Edwards. During the year the company received income amounting to £6,000 (2002 - £16,761) for management and production services for a film produced by Xenos Pictures (Hijack) Ltd.