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NFTS Ealing Studios Limited

Report and Financial Statements

Year Ended
31 March 1998



BDO Stoy Hayward
Chartered Accountants

NFTS EALING STUDIOS LIMITED

Annual report and financial statements for the year ended 31 March 1998

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Directors

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Directors

Frank McGettigan
David Kustow
Marc Samuelson
Alan Sapper
Noella Smith

Secretary and registered office

Jim Rodda, Beaconsfield Film Studios, Station Road, Beaconsfield, Bucks HP9 1LG

Company number

3062708

Auditors

BDO Stoy Hayward, 8 Baker Street, London W1M 1DA

NFTS EALING STUDIOS LIMITED

Report of the directors for the year ended 31 March 1998

The directors present their report together with the audited financial statements for the year ended 31 March 1998.

Results and dividends

The profit and loss account is set out on page 4 and shows the result for the year.

The directors do not recommend the payment of a dividend.

Principal activities, review of the year and future activities

The principal activity of the company is the provision of film studio facilities.

The directors are satisfied with the results for the third period of trading and anticipate a similar level of trade in future periods.

There have been no events since the balance sheet date which materially affect the position of the company.

Directors and their interests

The directors, none of whom had any interest in the share capital, of the company during the year were:

Frank McGettigan
David Kustow
Marc Samuelson
Alan Sapper
Noella Smith

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; and
- 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.

NFTS EALING STUDIOS LIMITED

Report of the directors for the year ended 31 March 1998 (*Continued*)

Auditors

BDO Stoy Hayward have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

By order of the Board



J Rodda
Secretary

Date: 16 September 1998

NFTS EALING STUDIOS LIMITED

Report of the auditors

To the shareholders of NFTS Ealing Studios Limited

We have audited the financial statements on pages 4 to 10 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of the 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1998 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BDO STOY HAYWARD
*Chartered Accountants
and Registered Auditors*
London

Date: 16 September 1998

NFTS EALING STUDIOS LIMITED

Profit and loss account for the year ended 31 March 1998

	Note	1998 £	1997 £
Turnover	2	1,335,255	1,318,141
Cost of sales		1,022,918	942,247
		<hr/>	<hr/>
Gross profit		312,337	375,894
Administrative expenses		270,521	364,364
Gift aid		38,616	-
		<hr/>	<hr/>
Operating profit		3,200	11,530
Interest receivable		455	1,126
		<hr/>	<hr/>
Profit on ordinary activities before taxation	4	3,655	12,656
Taxation on profit from ordinary activities	6	(359)	1,937
		<hr/>	<hr/>
Retained profit for the year		4,014	10,719
Retained profit brought forward		14,795	4,076
		<hr/>	<hr/>
Retained profit carried forward		18,809	14,795
		<hr/>	<hr/>

All amounts relate to continuing activities

All recognised gains and losses are included in the profit and loss account

The notes on pages 7 to 10 form part of these financial statements

NFTS EALING STUDIOS LIMITED

Reconciliation of movements in shareholders' funds for the year ended 31 March 1998

	1998	1997
	£	£
Reconciliation of movements in shareholders funds		
As at 1 April 1997	14,797	4,078
Profit for the financial year	4,014	10,719
Dividends	-	-
	<hr/>	<hr/>
	18,811	14,797
Net share capital subscribed	-	-
	<hr/>	<hr/>
Shareholders' funds at 31 March 1998	18,811	14,797
	<hr/>	<hr/>

The notes on page 7 to 10 form part of these financial statements

NFTS EALING STUDIOS LIMITED

Balance sheet at 31 March 1998

	Note	1998	1997
		£	£
Fixed assets			
Tangible assets	7	35,419	44,275
Current assets			
Debtors	8	249,339	91,377
Cash at bank and in hand		137,070	10,668
		<u>386,409</u>	<u>102,045</u>
Creditors: amounts falling due within one year	9	<u>403,017</u>	<u>131,523</u>
Net current liabilities		(16,608)	(29,478)
Total assets		<u>18,811</u>	<u>14,797</u>
Capital and reserves			
Called up share capital	10	2	2
Profit and loss account		18,809	14,795
Equity shareholders' funds		<u>18,811</u>	<u>14,797</u>

The financial statements were approved by the Board on 16 September 1998



F McGettigan
Director

The notes on pages 7 to 10 form part of these financial statements

NFTS EALING STUDIOS LIMITED

Notes forming part of the financial statements for the year ended 31 March 1998

1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Turnover

Turnover represents sales to outside customers for rental periods prior to 31 March 1998 at invoiced amounts less value added tax.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all fixed assets, except freehold land, over their expected useful lives. It is calculated at the following rates:

Fixtures and fittings	- 16½% per annum
Plant and machinery	- 15% per annum

Depreciation is charged for a full year in the year of acquisition.

2 Turnover and result

Turnover and the result arose from the company's principal activity which is carried out in the United Kingdom.

3 Employees

	1998 £	1997 £
Staff costs consist of:		
Wages and salaries	321,328	305,731
Social security costs	30,807	29,227
Other pension costs	4,229	4,766
	<hr/>	<hr/>
	356,364	339,724
	<hr/>	<hr/>

The average weekly number of employees during the year was as follows:

	Number	Number
Part time	3	6
Full time	15	12
	<hr/>	<hr/>
	18	18
	<hr/>	<hr/>

NFTS EALING STUDIOS LIMITED

Notes forming part of the financial statements for the year ended 31 March 1998 (*Continued*)

4	Profit on ordinary activities	1998	1997
		£	£
	This is arrived at after charging:		
	Depreciation	8,856	21,346
	Auditors' remuneration - audit services	2,250	2,250
	- other services	1,850	1,375
		<u> </u>	<u> </u>
5	Directors' emoluments		
	No directors received any emoluments during the year.		
6	Taxation on result from ordinary activities		
	UK corporation tax	-	1,937
	Adjustment in respect of prior year	(359)	-
		<u> </u>	<u> </u>
7	Tangible assets	Plant & machinery	Fixtures & fittings
		£	£
	<i>Cost</i>		
	At beginning and end of year	30,422	26,023
		<u> </u>	<u> </u>
	<i>Depreciation</i>		
	At beginning of year	6,479	5,691
	Provided for the year	4,563	4,293
		<u> </u>	<u> </u>
	At end of year	11,042	9,984
		<u> </u>	<u> </u>
	<i>Net book value</i>		
	At 31 March 1998	19,380	16,039
		<u> </u>	<u> </u>
	At 31 March 1997	23,943	20,332
		<u> </u>	<u> </u>

NFTS EALING STUDIOS LIMITED

Notes forming part of the financial statements for the year ended 31 March 1998 (*Continued*)

8 Debtors	1998 £	1997 £
Trade debtors	249,188	88,590
Other debtors	151	195
Prepayments and accrued income	-	2,592
	<u>249,339</u>	<u>91,377</u>

All amounts shown under debtors fall due for payment within one year.

9 Creditors: amounts falling due within one year

Trade creditors	21,906	8,938
Accruals and deferred income	295,426	61,125
Amounts due to parent company	42,480	31,646
Corporation tax	-	2,259
Other creditors	8,882	-
Tax and social security	34,323	27,555
	<u>403,017</u>	<u>131,523</u>

10 Share capital

	Authorised		Allotted, called up and fully paid	
	1998 £	1997 £	1998 £	1997 £
100 ordinary shares of £1 each	2	2	2	2

11 Commitments under operating leases

As at 31 March 1998, the company had annual minimum commitments under non-cancellable operating leases as set out below:

	Land and buildings	
	1998 £	1997 £
Operating leases which expire:		
In two to five years	200,000	200,000

NFTS EALING STUDIOS LIMITED

Notes forming part of the financial statements for the year ended 31 March 1998 (*Continued*)

12 Parent company

The company's ultimate parent company is The National Film and Television School, a company limited by guarantee and registered in England, which is the parent of both the smallest and largest groups of which the company is a member.