

01

Registered number
3385395

Red Girl Productions Ltd

Report and Accounts

31 August 2006

FRIDAY



AU9OF2AS

A21

15/08/2008

287

COMPANIES HOUSE

Red Girl Productions Ltd

Directors' Report

The directors present their report and accounts for the year ended 31 August 2006

Principal activities

The company's principal activity during the year continued to be the exploitation of the talents of the recording artist and entertainer Melanie Chisholm

Directors

The directors who served during the year and their interests in the share capital of the company were as follows

	£1 Ordinary shares	
	31 Aug 2006	1 Sep 2005
M J Chisholm	2	2
A J Thompson	-	-
N Phillips	-	-

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the company's state of affairs at the end of the period and of the profit or loss 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

- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

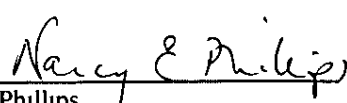
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the company and for this reason taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors confirm that the financial statements comply with these requirements.

Small company special provisions

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

This report was approved by the board on 3 July 2008

X 
N Phillips
Director

Red Girl Productions Ltd
Profit and Loss Account
for the year ended 31 August 2006

	Notes	2006 £	2005 £
Turnover	2	238,049	333,735
Cost of sales		(148,384)	(85,907)
Gross profit		<u>89,665</u>	<u>247,828</u>
Administrative expenses		(106,335)	(126,305)
Operating (loss)/profit	3	<u>(16,670)</u>	<u>121,523</u>
Interest receivable		21,037	26,814
Profit on ordinary activities before taxation		<u>4,367</u>	<u>148,337</u>
Tax on profit on ordinary activities	4	(2,732)	(56,191)
Profit for the financial year		<u>1,635</u>	<u>92,146</u>
Retained profit for the financial year	10	<u>1,635</u>	<u>92,146</u>

Red Girl Productions Ltd
Balance Sheet
as at 31 August 2006

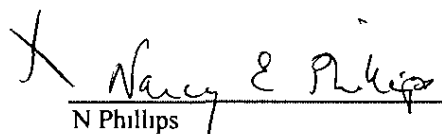
	Notes	2006 £	2005 £
Fixed assets			
Tangible assets	5	2,937	2,286
Investments	6	82	82
		<u>3,019</u>	<u>2,368</u>
Current assets			
Debtors	7	809,837	770,960
Cash at bank and in hand		45,658	-
		<u>855,495</u>	<u>770,960</u>
Creditors: amounts falling due within one year	8	(209,132)	(125,582)
Net current assets		<u>646,363</u>	<u>645,378</u>
Net assets		<u>649,382</u>	<u>647,746</u>
Capital and reserves			
Called up share capital	9	2	2
Profit and loss account	10	649,380	647,744
Shareholders' funds		<u>649,382</u>	<u>647,746</u>

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper 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 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective January 2007)


N Phillips
Director

Approved by the board on 3 July 2008

M J Chisholm
Director

Red Girl Productions Ltd
Notes to the Accounts
for the year ended 31 August 2006

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts

Royalties

Royalties receivable from sub-licensees are recognised in respect of each of their royalty accounting periods ending within the company's financial year

Advances

Non-returnable advances received from record companies, licensees and sub-licensees are taken to income when contractually due. Returnable advances received from licensees are carried forward until they are recouped or returned

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives

Musical and office equipment	25% straight line
Home studio	25% straight line

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse

Foreign currencies

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

Fixed asset investment

Investments held as fixed assets are stated at cost less provision for impairment

Group Accounts

The company is exempt from the requirement to prepare group accounts as it qualifies as the parent company of a small sized group under section 248 of the Companies Act 1985. Accordingly, these financial statements represent information about the individual company and not about its group

Red Girl Productions Ltd
Notes to the Accounts
for the year ended 31 August 2006

2 Turnover	2006	2005
Turnover attributable to geographical markets outside the UK	0.0%	14.0%

3 Operating profit/Loss	2006	2005
	£	£
This is stated after charging		
Depreciation of owned fixed assets	<u>3,265</u>	<u>32,081</u>

4 Taxation	2006	2005
	£	£
UK Corporation Tax	2,732	56,191
	<u>2,732</u>	<u>56,191</u>

A deferred tax asset has not been recognised in respect of timing differences relating to capital allowances and revenue losses as there is insufficient evidence that the asset will be recovered. The amount of the asset not recognised is £10,509 (2005 - £13,560). The asset would be recovered if taxable profits arise such that the company may use these assets to shelter it.

5 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Total £
Cost			
At 1 September 2005	63,663	70,744	134,407
Additions	-	3,916	3,916
At 31 August 2006	<u>63,663</u>	<u>74,660</u>	<u>138,323</u>
Depreciation			
At 1 September 2005	63,663	68,458	132,121
Charge for the year	-	3,265	3,265
At 31 August 2006	<u>63,663</u>	<u>71,723</u>	<u>135,386</u>
Net book value			
At 31 August 2006	<u>-</u>	<u>2,937</u>	<u>2,937</u>
At 31 August 2005	<u>-</u>	<u>2,286</u>	<u>2,286</u>

Red Girl Productions Ltd
Notes to the Accounts
for the year ended 31 August 2006

6 Investments

	Investments in subsidiary undertakings £
Cost	
At 1 September 2005	82
At 31 August 2006	<u>82</u>

7 Debtors

	2006 £	2005 £
Trade debtors	4,960	81,841
Amounts owed by group undertakings	742,142	687,505
Other debtors	62,735	1,614
	<u>809,837</u>	<u>770,960</u>

The amounts owed by subsidiary undertakings are not expected to be due within one year. All other debtors are due within one year.

8 Creditors: amounts falling due within one year

	2006 £	2005 £
Bank loans and overdrafts	-	1,512
Trade creditors	6,605	17,253
Corporation tax	386	-
Other taxes and social security costs	3,287	6,638
Accruals & deferred income	54,772	49,439
Director's current account	144,082	50,740
	<u>209,132</u>	<u>125,582</u>

9 Share capital

	2006 £	2005 £
Authorised		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

	2006 No	2005 No	2006 £	2005 £
Allotted, called up and fully paid				
Ordinary shares of £1 each	2	2	<u>2</u>	<u>2</u>

Red Girl Productions Ltd
Notes to the Accounts
for the year ended 31 August 2006

10 Profit and loss account	2006	2005
	£	£
At 1 September	647,745	555,598
Retained profit	1,635	92,146
	-	-
At 31 August	<u>649,380</u>	<u>647,744</u>

11 Related parties

During the year there was a fee payable of £15,000 (2005-£15,000) to Spice Girls Ltd in respect of administration fees Ms M Chisholm is a director and Shareholder of Spice Girls Ltd

During the year the company lent its subsidiary company, Red Girl Records Ltd £109,188 (2005-£480,000) This loan is interest free and with no fixed repayment date At 31 August 2006 £734,615(2005 £625,427) was due from Red Girl Records Ltd

At the year end the company is owed £351,229 (2005-£405,781) by its subsidiary company, Red Girl Touring Ltd This loan has no fixed repayment date

N Phillips, a director of the company is also a director and controlling shareholder of 45 Management Ltd This company provides management services to Red Girl Productions Ltd and its subsidiary companies During the year management commission and fees of £32,494 (2005-£50,565) was charged for these services

	£	£
Amounts owed by subsidiary undertakings include		
Red Girl Records Ltd	734,615	625,427
Red Girl Touring Ltd	351,229	405,781
Less provision	(343,703)	(343,703)
	<u>742,141</u>	<u>687,505</u>

12 Controlling party

Red Girl Productions Ltd is controlled by Ms M Chisholm

Red Girl Productions Ltd
Profit and Loss Account
for the year ended 31 August 2006
for the information of the directors only

	2006	2005
	£	£
Sales	238,049	333,735
Cost of sales	(148,384)	(85,907)
Gross profit	89,665	247,828
Administrative expenses	(106,335)	(126,305)
Operating (loss)/profit	(16,670)	121,523
Interest receivable	21,037	26,814
Profit before tax	<u>4,367</u>	<u>148,337</u>

Red Girl Productions Ltd
Schedule to the Profit and Loss Account
for the year ended 31 August 2006
for the information of the directors only

	2006	2005
	£	£
Sales		
95/5 agreement income	-	4,777
Royalties	237,965	314,330
TV Appearances	84	14,628
	<u>238,049</u>	<u>333,735</u>
Cost of sales		
45 Management commission	32,494	50,565
Management commission	3,683	5,652
Agency commission	5,490	2,853
Band fees	-	800
Gifts & samples	-	103
Photography	550	950
Promotion costs	-	64
Video costs	970	700
Hair/makeup/etc	1,401	4,140
Stage clothes	16,504	5,080
Promotion	85,000	15,000
Tour accommodation	2,292	-
	<u>148,384</u>	<u>85,907</u>
Administrative expenses		
Employee costs		
Wages and salaries	37,000	36,415
Employer's NI	4,102	4,046
Staff training and welfare	-	1,350
Travel and subsistence	17,171	15,032
Entertaining	1,294	1,069
	<u>59,567</u>	<u>57,912</u>
General administrative expenses		
Telephone and fax	13,946	6,635
Postage	1,163	3,014
Stationery and printing	74	154
Subscriptions	325	419
Bank charges	163	183
Insurance	899	1,271
Equipment hire	-	149
Repairs and maintenance	351	-
Depreciation	3,265	32,081
CDs & DVDs	-	1,040
Computer expenses	196	-
Vocal coaching	1,550	-
Penalties	100	-
Sundry expenses	642	738
	<u>22,674</u>	<u>45,684</u>

Red Girl Productions Ltd
Schedule to the Profit and Loss Account
for the year ended 31 August 2006
for the information of the directors only

	2006 £	2005 £
Legal and professional costs		
Accountancy fees	24,094	21,590
Legal fees	-	1,119
	24,094	22,709
	<u>106,335</u>	<u>126,305</u>