

ABBREVIATED FINANCIAL STATEMENTS

FOR THE PERIOD

22ND OCTOBER 1999 TO 31ST DECEMBER 2000

FOR

FLAME TELEVISION PRODUCTION LIMITED



FLAME TELEVISION PRODUCTION LIMITED

CONTENTS OF THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 22ND OCTOBER 1999 TO 31ST DECEMBER 2000

	Page
Company Information	1
Report of the Auditors on the Abbreviated Financial Statements	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Financial Statements	4

FLAME TELEVISION PRODUCTION LIMITED

COMPANY INFORMATION
FOR THE PERIOD 22ND OCTOBER 1999 TO 31ST DECEMBER 2000

DIRECTORS: R J Bolton
J H Bolton

SECRETARY: R J Bolton

REGISTERED OFFICE: 6 -9 Cynthia Street
Islington
London
N1 9JF

REGISTERED NUMBER: 3863614 (England and Wales)

AUDITORS: Tarrant-Wood
Chartered Accountants
Registered Auditors
Pantiles Chambers
85 High Street
Tunbridge Wells
Kent TN1 1YG

FLAME TELEVISION PRODUCTION LIMITED
REPORT OF THE INDEPENDENT AUDITORS TO
FLAME TELEVISION PRODUCTION LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the period ended 31st December 2000 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.

Tarrant-Wood

Tarrant-Wood
Chartered Accountants
Registered Auditors
Pantiles Chambers
85 High Street
Tunbridge Wells
Kent TN1 1YG

Dated: *1-6-2001*

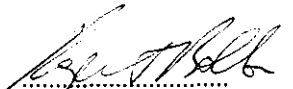
FLAME TELEVISION PRODUCTION LIMITED

ABBREVIATED BALANCE SHEET
31ST DECEMBER 2000

	Notes	£	£
FIXED ASSETS:			
Tangible assets	2		569
CURRENT ASSETS:			
Debtors		190,322	
Cash at bank and in hand		126,034	
		<u>316,356</u>	
CREDITORS: Amounts falling due within one year		<u>390,977</u>	
NET CURRENT LIABILITIES:			<u>(74,621)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£(74,052)</u>
CAPITAL AND RESERVES:			
Called up share capital	3		100
Profit and loss account			<u>(74,152)</u>
SHAREHOLDERS' FUNDS:			<u>£(74,052)</u>

These abbreviated financial statements have 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:


.....
R J Bolton - DIRECTOR

Approved by the Board on ..1-6-01.....

FLAME TELEVISION PRODUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 22ND OCTOBER 1999 TO 31ST DECEMBER 2000

1. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements have been prepared on a going concern basis notwithstanding the deficiency of shareholders funds of £74,052 shown on the balance sheet since this is the first year of trading, the directors believe that the company will be profitable in the future and they are willing to give continued support for the foreseeable future.

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover represents net invoiced sales, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on cost

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

2. **TANGIBLE FIXED ASSETS**

	<u>Total</u>
	£
COST:	
Additions	759
	<hr/>
At 31st December 2000	759
	<hr/>
DEPRECIATION:	
Charge for period	190
	<hr/>
At 31st December 2000	190
	<hr/>
NET BOOK VALUE:	
At 31st December 2000	569
	<hr/> <hr/>

3. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	£
100	Ordinary	£1	100
			<hr/> <hr/>

100 Ordinary shares of £1 each were allotted and fully paid for cash at par during the period.

FLAME TELEVISION PRODUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 22ND OCTOBER 1999 TO 31ST DECEMBER 2000

4. RELATED PARTY DISCLOSURES

The company is, in accordance with accounting standard FRS8, deemed to be under the control of Roger Bolton Productions Limited and Ms B L Altounyan, holders of 75% and 25% respectively, of the issued share capital.

In the period under review there were transactions with the following related party:

Roger Bolton Productions Limited: £69,157 in respect of expense recharges by Boltons to Flame and an unsecured loan of £55,000 to Flame.

B Altounyan: £64,992 fees as producer.

The recharges of £69,157 and the loan of £55,000 are outstanding at the Balance Sheet date and included in creditors.