

FINEFILMS DISTRIBUTION LLP

Limited Liability Partnership No. OC 301334

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 2003



**Finefilms Distribution
LLP
Information**

Members

R. Rodriguez Bernal
A.R. Munoz

Registered Office

105 St Peter's Street
St Albans
Hertfordshire
AL1 3EJ

Accountants

Kingston Smith
105 St Peter's Street
St Albans
Hertfordshire
AL1 3EJ

**Finefilms Distribution
LLP
Report of the Members**

The members present their report and financial statements for the year ended 31st December 2003.

Principal activity and business review

The principal activity of the partnership throughout the period was that of the production and distribution of films.

Designated members

The designated members of the LLP during the year were as follows:

R. Rodriguez Bernal
A.R. Munoz

Members' drawings and capital

Each member may draw on account of his share of the net profits to such an extent as a majority of the other members may from time to time decide, having regard to the cash resources available.

The members' capital of the LLP at 31st December 2003 totalled US \$160. Provision of any further capital in order to finance the working capital requirements of Finefilms Distribution LLP shall be determined by the members. Subject to any prior right of repayment provided in the terms on which capital was contributed, no member may increase or withdraw all or any part of his share of members' capital without the prior written consent of a majority of the other members.

On behalf of the Members


.....
A.R. Munoz

105 St Peter's Street
St Albans
Herts
AL1 3EJ

Date: ...3..12..04.....

Finefilms Distribution LLP
Profit and Loss Account
For the year ended 31st December 2003

	Notes	2003 \$	2002 \$
Turnover	2	225,319	128,191
Cost of sales		<u>(189,586)</u>	<u>(105,000)</u>
Gross Profit		35,733	23,191
Administrative expenses		<u>(14,610)</u>	<u>(6,250)</u>
Operating profit		21,123	16,941
Interest receivable		1,380	-
		<u> </u>	<u> </u>
Profit for the financial period before members' remuneration and profit shares	3	22,503	16,941
Salaried remuneration of members		<u>-</u>	<u>-</u>
Profit for the financial period available for division among members		<u>22,503</u>	<u>16,941</u>

There are no recognised gains or losses in the year other than the profit for the year.

Finefilms Distribution LLP

Balance Sheet at 31st December 2003

	Notes	2003	2002
		\$	\$
Current Assets			
Investments		51,103	-
Cash at bank and in hand		3,687	49,022
Other debtors		1,088	-
		<u>55,878</u>	<u>49,022</u>
Creditors: Amounts falling due within one year	4	<u>(16,274)</u>	<u>(31,921)</u>
Net Current Liabilities		<u>39,604</u>	<u>17,101</u>
Total Assets less Current Liabilities		<u>39,604</u>	<u>17,101</u>
Loans and Other Debts due to Members	5	<u>(39,444)</u>	<u>(16,941)</u>
		<u>160</u>	<u>160</u>
Members' Other Interests:			
Members' Capital	4	<u>160</u>	<u>160</u>
		<u>160</u>	<u>160</u>
		2003	2002
		\$	\$
Memorandum Item:			
Loans and other debts due to members		39,444	16,941
Members' other interests		<u>160</u>	<u>160</u>
Total Members' Interests		<u>39,604</u>	<u>17,101</u>

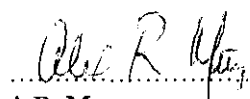
(a) For the year ended 31st December 2003 the limited liability partnership was entitled to exemption under section 249A(1) of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001).

(b) The members acknowledge their responsibility for:

- i. ensuring the limited liability partnership keeps accounting records which comply with section 221; and
- ii. preparing accounts which give a true and fair view of the state of affairs of the limited liability partnership as at the end of the financial period, and of its profit or loss for the financial period, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the limited liability partnership.

(c) The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001) relating to small limited liability partnerships.

Approved by the Members on 31.12.03...


A.R. Munoz


R. Rodriguez Bernal

Finefilms Distribution LLP
Notes to the Financial Statements
For the year ended 31st December 2003

1 Accounting Policies

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice, Accounting by Limited Liability Partnerships, and other applicable accounting standards.

Turnover

Turnover represents the invoiced value of services provided net of value added tax.

Foreign currencies

The Financial Statements are stated in United States Dollars US\$.

Transactions denominated in foreign currencies are translated into United States dollars at the exchange rate ruling at the date of the transaction. Assets and liabilities in foreign currencies are translated into United States dollars at the rates of exchange ruling at the end of the financial period. All exchange differences are dealt with in the profit and loss account.

Tax provisions

The taxation payable on the LLP's profits is the personal liability of the members during the period.

2 Turnover

Turnover is attributable to the one principal activity of the partnership which arose wholly outside the United Kingdom.

3 Profit before member's remuneration and profit share

	2003	2002
The profit is stated after charging:	\$	\$
Profit on foreign exchange	<u>(968)</u>	<u>-</u>

4 Creditors: Amounts Falling Due Within One Year

	2003	2002
	\$	\$
Other creditors	15,274	31,000
Accruals and deferred income	<u>1,000</u>	<u>921</u>
	<u>16,274</u>	<u>31,921</u>

Finefilms Distribution LLP
Notes to the Financial Statements
For the year ended 31st December 2003 (continued)

5 Total Members' Interests

	Members' Other Interests		Loans and Other Debts	Total
	Members'	Other	due to	Members'
	Capital	Reserves	Members	Interests
	\$	\$	\$	\$
Members' interests as at 1st January 2003	160	-	16,941	17,101
Profit for the financial year available for division among members	-	22,503	22,503	22,503
Members' interests after profit for the year	160	22,503	39,444	39,604
Allocated profits	-	(22,503)	22,503	-
Introduced by members	-	-	-	-
Drawings	-	-	-	-
Members' interests as at 31st December 2003	160	-	61,947	39,604

Loans and other debts due to members rank pari passu with other creditors who are unsecured in the event of a winding up of the LLP.