

**GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013
FOR
COOKING VINYL LIMITED**

MONDAY



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COOKING VINYL LIMITED

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for the Year Ended 31 DECEMBER 2013**

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COOKING VINYL LIMITED
COMPANY INFORMATION
for the Year Ended 31 DECEMBER 2013

DIRECTORS:

M Goldschmidt
R Collins
M Chadwick
P Kinder
R Boaste-Kelly
S B Damani
L J Meade

SECRETARY:

M Goldschmidt

REGISTERED OFFICE:

12 & 13 Swainson Road
Acton
London
England
W3 7XB

REGISTERED NUMBER:

02045353 (England and Wales)

AUDITORS:

Wem & Co Chartered Accountants
& Statutory Auditors
Savoy House
Savoy Circus
London
W3 7DA

COOKING VINYL LIMITED
GROUP STRATEGIC REPORT
for the Year Ended 31 DECEMBER 2013

The directors present their strategic report of the company and the group for the year ended 31 December 2013.

REVIEW OF BUSINESS

The consolidated results of the company show a pre-tax profit of £248,032 (2012: £140,185) for the year and sales of £15 million (2012: £24 million). The company has cash at bank of approximately £2.5 million (2012: £2.1 million)

Future outlook

The external commercial environment is expected to remain competitive. However, the directors remain confident that the business is growing and that profitability is increasing as more labels and artists are added. The directors note that moving into new premises in 2012 has noticeably helped in gaining new labels and artists. The directors maintain a continuing commitment to developing the company and are pleased to report that they regard the position of the business to be satisfactory.

Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks. The key business risks and uncertainties affecting the company are considered to relate to the requirement to sign and retain popular artists. Other risk areas include competition from international, national and independent sellers of recorded music, employee retention and foreign exchange.

Key performance indicators ("KPIs")

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPIs is not necessary for an understanding of development, performance or position of the business.

ON BEHALF OF THE BOARD:


.....
M Goldschmidt - Director

Date: 26/9/2014

COOKING VINYL LIMITED
REPORT OF THE DIRECTORS
for the Year Ended 31 DECEMBER 2013

The directors present their report with the financial statements of the company and the group for the year ended 31 December 2013.

DIVIDENDS

Dividends totalling £40,000 were paid during the year.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2013 to the date of this report.

M Goldschmidt
R Collins
M Chadwick
P Kinder
R Boaste-Kelly

Other changes in directors holding office are as follows:

S B Damani - appointed 1 January 2013
L J Meade - appointed 9 October 2013

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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 adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

COOKING VINYL LIMITED
REPORT OF THE DIRECTORS
for the Year Ended 31 DECEMBER 2013

AUDITORS

The auditors, Wern & Co Chartered Accountants, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


.....
M Goldschmidt - Director

Date: 26/9/2014

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COOKING VINYL LIMITED

We have audited the financial statements of Cooking Vinyl Limited for the year ended 31 December 2013 on pages seven to twenty four. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 December 2013 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
COOKING VINYL LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Alistair I Wem BSc FCA (Senior Statutory Auditor)
for and on behalf of Wem & Co Chartered Accountants
& Statutory Auditors
Savoy House
Savoy Circus
London
W3 7DA

Date: 26/9/2014

COOKING VINYL LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the Year Ended 31 DECEMBER 2013

	Notes	31.12.13 £	£	31.12.12 £	£
TURNOVER	2		15,492,701		24,419,008
Cost of sales			12,158,161		21,478,509
GROSS PROFIT			3,334,540		2,940,499
Distribution costs		597,473		461,317	
Administrative expenses		2,444,668		2,480,895	
			3,042,141		2,942,212
			292,399		(1,713)
Other operating income			1,373		107,411
GROUP OPERATING PROFIT	4		293,772		105,698
Share of operating loss in Associate			(20,717)		-
Interest receivable and similar income			322		1,769
			273,377		107,467
Interest payable and similar charges	5		25,345		(32,718)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			248,032		140,185
Tax on profit on ordinary activities	6		71,584		41,907
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			176,448		98,278
Minority interest - equity			(6,978)		(5,061)
RETAINED PROFIT FOR THE GROUP CARRIED FORWARD			183,426		103,339

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the profits for the current year or previous year.


The notes form part of these financial statements

COOKING VINYL LIMITED (REGISTERED NUMBER: 02045353)

**CONSOLIDATED BALANCE SHEET
31 DECEMBER 2013**

	Notes	31.12.13 £	31.12.12 £
FIXED ASSETS			
Tangible assets	9	924,705	972,482
Investments	10	27,205	-
		<u>951,910</u>	<u>972,482</u>
CURRENT ASSETS			
Stocks	11	392,741	18,468
Debtors	12	3,182,816	3,280,443
Cash at bank		2,532,175	2,119,789
		<u>6,107,732</u>	<u>5,418,700</u>
CREDITORS			
Amounts falling due within one year	13	5,866,909	5,286,719
NET CURRENT ASSETS		<u>240,823</u>	<u>131,981</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,192,733</u>	<u>1,104,463</u>
CREDITORS			
Amounts falling due after more than one year	14	(643,542)	(696,801)
PROVISIONS FOR LIABILITIES	18	(8,218)	(8,414)
NET ASSETS		<u><u>540,973</u></u>	<u><u>399,248</u></u>
CAPITAL AND RESERVES			
Called up share capital	19	100	100
Capital redemption reserve	20	100	100
Other reserves	20	(1,701)	-
Profit and loss account	20	542,474	399,048
SHAREHOLDERS' FUNDS	23	<u><u>540,973</u></u>	<u><u>399,248</u></u>

The financial statements were approved by the Board of Directors on 26/9/2014 and were signed on its behalf by:



M Goldschmidt - Director

The notes form part of these financial statements

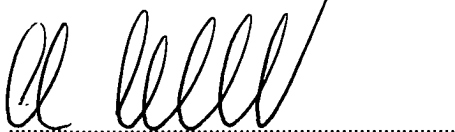
COOKING VINYL LIMITED (REGISTERED NUMBER: 02045353)

**COMPANY BALANCE SHEET
31 DECEMBER 2013**

	Notes	31.12.13 £	31.12.12 £
FIXED ASSETS			
Tangible assets	9	175,949	243,015
Investments	10	48,177	188
		<u>224,126</u>	<u>243,203</u>
CURRENT ASSETS			
Stocks	11	392,741	18,468
Debtors	12	1,155,279	1,266,441
Cash at bank		166,946	150,214
		<u>1,714,966</u>	<u>1,435,123</u>
CREDITORS			
Amounts falling due within one year	13	1,655,802	1,496,311
NET CURRENT ASSETS/(LIABILITIES)		<u>59,164</u>	<u>(61,188)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>283,290</u>	<u>182,015</u>
PROVISIONS FOR LIABILITIES	18	-	4,246
NET ASSETS		<u><u>283,290</u></u>	<u><u>177,769</u></u>
CAPITAL AND RESERVES			
Called up share capital	19	100	100
Capital redemption reserve	20	100	100
Profit and loss account	20	283,090	177,569
SHAREHOLDERS' FUNDS	23	<u><u>283,290</u></u>	<u><u>177,769</u></u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 26/09/14 and were signed on its behalf by:


M Goldschmidt - Director

The notes form part of these financial statements

COOKING VINYL LIMITED
CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 DECEMBER 2013

	Notes	31.12.13 £	£	31.12.12 £	£
Net cash inflow from operating activities	1		620,153		715,865
Returns on investments and servicing of finance	2		(25,023)		34,487
Taxation			(50,170)		(20,611)
Capital expenditure	2		(43,991)		(970,616)
Equity dividends paid			(40,000)		(18,000)
			460,969		(258,875)
Financing	2		(53,259)		750,059
Increase in cash in the period			407,710		491,184
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
Increase in cash in the period		407,710		491,184	
Cash outflow/(inflow) from decrease/(increase) in debt		53,259		(750,060)	
Change in net funds resulting from cash flows			460,969		(258,876)
Movement in net funds in the period			460,969		(258,876)
Net funds at 1 January			1,369,729		1,628,605
Net funds at 31 December			1,830,698		1,369,729

The notes form part of these financial statements

COOKING VINYL LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 DECEMBER 2013**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	31.12.13	31.12.12
	£	£
Operating profit	293,772	105,698
Depreciation charges	89,925	62,654
Loss on disposal of fixed assets	-	1,993
(Increase)/decrease in stocks	(374,273)	14,664
Decrease/(increase) in debtors	97,627	(613,272)
Increase in creditors	513,102	1,144,128
Net cash inflow from operating activities	620,153	715,865

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.12.13	31.12.12
	£	£
Returns on investments and servicing of finance		
Interest received	322	1,769
Interest paid	(25,345)	32,718
Net cash (outflow)/inflow for returns on investments and servicing of finance	(25,023)	34,487
 Capital expenditure		
Purchase of tangible fixed assets	(43,991)	(970,616)
Net cash outflow for capital expenditure	(43,991)	(970,616)
 Financing		
New loans in year	-	772,250
Loan repayments in year	(53,259)	(22,191)
Net cash (outflow)/inflow from financing	(53,259)	750,059

The notes form part of these financial statements

COOKING VINYL LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 DECEMBER 2013**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.13 £	Cash flow £	At 31.12.13 £
Net cash:			
Cash at bank	2,119,789	412,386	2,532,175
Bank overdraft	-	(4,676)	(4,676)
	<u>2,119,789</u>	<u>407,710</u>	<u>2,527,499</u>
 Debt:			
Debts falling due within one year	(53,259)	-	(53,259)
Debts falling due after one year	(696,801)	53,259	(643,542)
	<u>(750,060)</u>	<u>53,259</u>	<u>(696,801)</u>
 Total	<u><u>1,369,729</u></u>	<u><u>460,969</u></u>	<u><u>1,830,698</u></u>

The notes form part of these financial statements

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS for the Year Ended 31 DECEMBER 2013

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention on a going concern basis and in accordance with the Companies Act 2006.

Basis of consolidation

The consolidated financial statements include the financial statements of the company and its subsidiary undertakings made up to 31 December 2013. The results of subsidiaries acquired are included in the consolidated profit and loss account from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

The company employs uniform accounting policies and co-terminous year end dates.

Turnover

Turnover represents net invoiced sales of goods, 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.

Improvements to property	- Straight line over 4 years
Plant and machinery	- Straight line over 4 years and Straight line over 2 years
Motor vehicles	- Straight line over 4 years

The freehold property is maintained to a high standard and no depreciation is charged as, in the opinion of the directors, any such sum is immaterial.

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exception.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Transactions in foreign currencies are translated into sterling using the average rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result. Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date and any profit or loss arising is taken to the profit and loss account.

Dividends

Final ordinary dividends payable to the shareholders of Cooking Vinyl Ltd are recognised in the period that they are approved by the shareholders. Interim ordinary dividends payable are recognised in the period that they are paid.

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued for the Year Ended 31 DECEMBER 2013

1. ACCOUNTING POLICIES - continued

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the group.

An analysis of turnover by geographical market is given below:

	31.12.13	31.12.12
	£	£
UK	8,386,486	8,073,571
Europe	6,222,180	15,280,045
Rest of World	884,035	1,065,392
	<u>15,492,701</u>	<u>24,419,008</u>

3. STAFF COSTS

	31.12.13	31.12.12
	£	£
Wages and salaries	1,369,925	1,198,874
Social security costs	148,100	131,300
	<u>1,518,025</u>	<u>1,330,174</u>

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

	31.12.13	31.12.12
Administration	28	21
Purchases	4	1
Sales	12	16
	<u>44</u>	<u>38</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	31.12.13	31.12.12
	£	£
Depreciation - owned assets	91,768	62,654
Loss on disposal of fixed assets	-	1,993
Auditors' remuneration	13,200	13,200
Foreign exchange differences	6,145	101,648
Non-audit services	3,500	3,500
Operating leases	27,395	71,400
	<u>142,008</u>	<u>254,395</u>

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 DECEMBER 2013

4. OPERATING PROFIT - continued

Directors' remuneration	<u>380,626</u>	<u>239,157</u>
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Information regarding the highest paid director is as follows:

	31.12.13	31.12.12
	£	£
Emoluments etc	<u>71,575</u>	<u>70,000</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	31.12.13	31.12.12
	£	£
Bank loan interest	25,345	22,282
MCPS Interest	-	(55,000)
	<u>25,345</u>	<u>(32,718)</u>

6. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	31.12.13	31.12.12
	£	£
Current tax:		
UK corporation tax	71,779	39,461
Deferred tax	(195)	2,446
Tax on profit on ordinary activities	<u>71,584</u>	<u>41,907</u>

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued for the Year Ended 31 DECEMBER 2013

6. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	31.12.13 £	31.12.12 £
Profit on ordinary activities before tax	<u>248,032</u>	<u>140,185</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23.247% (2012 - 20%)	57,660	28,037
Effects of:		
Expenses not deductible for tax purposes	4,883	4,607
Depreciation in excess of capital allowances	3,843	3,253
Utilisation of tax losses	-	3,165
Adjustments to tax charge in respect of previous periods	(590)	-
Loss on disposal of assets	-	399
Overseas subsidiaries loss	9,971	-
Small profits adjustment	<u>(3,988)</u>	<u>-</u>
Current tax charge	<u>71,779</u>	<u>39,461</u>

7. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £145,521 (2012 - £30,970).

8. DIVIDENDS

	31.12.13 £	31.12.12 £
Ordinary shares of 1 each		
Interim	<u>40,000</u>	<u>18,000</u>

During the year company paid dividend as follows:

M Goldschmidt: £20,000
M Chadwick: £20,000

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 DECEMBER 2013

9. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Improvements to property £	Plant and machinery £	Motor vehicles £	Totals £
COST					
At 1 January 2013	709,621	201,879	119,169	19,250	1,049,919
Additions	-	8,264	35,727	-	43,991
	<u>709,621</u>	<u>210,143</u>	<u>154,896</u>	<u>19,250</u>	<u>1,093,910</u>
At 31 December 2013					
DEPRECIATION					
At 1 January 2013	-	34,060	42,174	1,203	77,437
Charge for year	-	50,951	36,004	4,813	91,768
	<u>-</u>	<u>85,011</u>	<u>78,178</u>	<u>6,016</u>	<u>169,205</u>
At 31 December 2013					
NET BOOK VALUE					
At 31 December 2013	<u>709,621</u>	<u>125,132</u>	<u>76,718</u>	<u>13,234</u>	<u>924,705</u>
At 31 December 2012	<u>709,621</u>	<u>167,819</u>	<u>76,995</u>	<u>18,047</u>	<u>972,482</u>

Company

	Improvements to property £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1 January 2013	201,879	89,020	19,250	310,149
Additions	8,264	1,250	-	9,514
	<u>210,143</u>	<u>90,270</u>	<u>19,250</u>	<u>319,663</u>
At 31 December 2013				
DEPRECIATION				
At 1 January 2013	34,060	31,871	1,203	67,134
Charge for year	50,951	20,816	4,813	76,580
	<u>85,011</u>	<u>52,687</u>	<u>6,016</u>	<u>143,714</u>
At 31 December 2013				
NET BOOK VALUE				
At 31 December 2013	<u>125,132</u>	<u>37,583</u>	<u>13,234</u>	<u>175,949</u>
At 31 December 2012	<u>167,819</u>	<u>57,149</u>	<u>18,047</u>	<u>243,015</u>

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued for the Year Ended 31 DECEMBER 2013

10. FIXED ASSET INVESTMENTS

	Group		Company	
	31.12.13	31.12.12	31.12.13	31.12.12
	£	£	£	£
Shares in group undertakings	-	-	255	188
Loans to undertakings in which the company has a participating interest	27,205	-	47,922	-
	<u>27,205</u>	<u>-</u>	<u>47,922</u>	<u>-</u>
	<u>27,205</u>	<u>-</u>	<u>48,177</u>	<u>188</u>

Additional information is as follows:

Company

	Shares in group undertakings £
COST	
At 1 January 2013	188
Additions	67
At 31 December 2013	<u>255</u>
NET BOOK VALUE	
At 31 December 2013	<u>255</u>
At 31 December 2012	<u>188</u>

The group or the company's investments at the balance sheet date in the share capital of companies include the following:

Subsidiaries

Essential Music & Marketing Ltd

Nature of business: Management services to record labels

	%
Class of shares:	holding
Ordinary	100.00

Cooking Vinyl Publishing Ltd

Nature of business: Music publishing and rights management

	%
Class of shares:	holding
Ordinary	85.00

Cooking Vinyl Property Ltd

Nature of business: Property Investment

	%
Class of shares:	holding
Ordinary	100.00

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued **for the Year Ended 31 DECEMBER 2013**

10. FIXED ASSET INVESTMENTS - continued

Cooking Vinyl America INC

Country of incorporation: USA

Nature of business: Music publishing and rights management

	%
Class of shares:	holding
Ordinary	85.00

Associated company

Cooking Vinyl Australia Pty Ltd

Country of incorporation: Australia

Nature of business: Sale of recorded music

	%
Class of shares:	holding
Ordinary	50.00

Group

	Loans to associates
	£
New in year	<u>27,205</u>
At 31 December 2013	<u><u>27,205</u></u>

Company

	Loans to associates
	£
New in year	<u>47,922</u>
At 31 December 2013	<u><u>47,922</u></u>

11. STOCKS

	Group		Company	
	31.12.13	31.12.12	31.12.13	31.12.12
	£	£	£	£
Stocks	24,768	18,468	24,768	18,468
Work-in-progress	367,973	-	367,973	-
	<u>392,741</u>	<u>18,468</u>	<u>392,741</u>	<u>18,468</u>

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 DECEMBER 2013

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.12.13	31.12.12	31.12.13	31.12.12
	£	£	£	£
Trade debtors	2,631,374	2,503,323	238,475	476,321
Amounts owed by group undertakings	-	-	594,067	181,071
Other debtors	234,871	460,332	143,342	328,895
Taxation	784	5,741	-	-
Minority Interest	6,963	-	-	-
VAT	67,138	3,016	-	-
Prepayments and accrued income	241,686	308,031	179,395	280,154
	<u>3,182,816</u>	<u>3,280,443</u>	<u>1,155,279</u>	<u>1,266,441</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.12.13	31.12.12	31.12.13	31.12.12
	£	£	£	£
Bank loans and overdrafts (see note 15)	57,935	53,259	-	-
Trade creditors	3,183,688	2,950,037	195,007	221,522
Other creditors	52,546	14,986	17,382	7,453
Amounts owed to group undertakings	-	-	67	2,855
Tax	49,137	27,528	25,964	-
Social security and other taxes	56,250	55,687	29,457	26,760
VAT	-	-	31,458	1,794
Other creditors	13,808	-	-	-
Royalties held & provision	422,194	437,166	422,194	437,166
Minority Interest	-	32	-	-
Accruals and deferred income	2,031,351	1,748,024	934,273	798,761
	<u>5,866,909</u>	<u>5,286,719</u>	<u>1,655,802</u>	<u>1,496,311</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	31.12.13	31.12.12
	£	£
Bank loans (see note 15)	<u>643,542</u>	<u>696,801</u>

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued for the Year Ended 31 DECEMBER 2013

15. LOANS

An analysis of the maturity of loans is given below:

	Group	
	31.12.13	31.12.12
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	4,676	-
Bank loans	53,259	53,259
	<u>57,935</u>	<u>53,259</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	53,259	53,259
	<u>53,259</u>	<u>53,259</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	159,776	159,776
	<u>159,776</u>	<u>159,776</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	430,507	483,766
	<u>430,507</u>	<u>483,766</u>

16. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Group	
	31.12.13	31.12.12
	£	£
Expiring:		
Within one year	98,400	98,400
	<u>98,400</u>	<u>98,400</u>

17. SECURED DEBTS

The following secured debts are included within creditors:

	Group	
	31.12.13	31.12.12
	£	£
Bank loans	696,801	750,060
	<u>696,801</u>	<u>750,060</u>

The Coutts & Co loan is secured by way of a first legal charge on the property.

The Company, Cooking Vinyl Limited and Essential Music & Marketing Limited, have given cross guarantees for loans supported by fixed and floating charges.

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 DECEMBER 2013

18. PROVISIONS FOR LIABILITIES

	Group		Company	
	31.12.13	31.12.12	31.12.13	31.12.12
	£	£	£	£
Deferred tax	<u>8,218</u>	<u>8,414</u>	<u>-</u>	<u>4,246</u>
Group				Deferred tax
				£
Balance at 1 January 2013				8,414
Provided during year				(196)
Balance at 31 December 2013				<u>8,218</u>
Company				Deferred tax
				£
Balance at 1 January 2013				4,246
Credit to profit and loss account during year				(4,246)
Balance at 31 December 2013				<u>-</u>

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.12.13	31.12.12
			£	£
100	Ordinary	1	<u>100</u>	<u>100</u>

20. RESERVES

Group	Profit and loss account	Capital redemption reserve	Other reserves	Totals
	£	£	£	£
At 1 January 2013	399,048	100	-	399,148
Profit for the year	183,426			183,426
Dividends	(40,000)			(40,000)
Currency translation reserve	-	-	(1,701)	(1,701)
At 31 December 2013	<u>542,474</u>	<u>100</u>	<u>(1,701)</u>	<u>540,873</u>

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued for the Year Ended 31 DECEMBER 2013

20. RESERVES - continued

Company

	Profit and loss account £	Capital redemption reserve £	Totals £
At 1 January 2013	177,569	100	177,669
Profit for the year	145,521		145,521
Dividends	(40,000)		(40,000)
At 31 December 2013	<u>283,090</u>	<u>100</u>	<u>283,190</u>

21. RELATED PARTY DISCLOSURES

M Goldschmidt

Mr Goldschmidt received £27,395 rent from Cooking Vinyl Limited during the year on normal commercial terms.

22. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is M Goldschmidt.

23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	31.12.13 £	31.12.12 £
Profit for the financial year	183,426	103,339
Dividends	(40,000)	(18,000)
	<u>143,426</u>	<u>85,339</u>
Foreign currency translation reserves	(1,701)	-
Net addition to shareholders' funds	141,725	85,339
Opening shareholders' funds	<u>399,248</u>	<u>313,909</u>
Closing shareholders' funds	<u>540,973</u>	<u>399,248</u>

COOKING VINYL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 DECEMBER 2013

23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS - continued

Company

	31.12.13	31.12.12
	£	£
Profit for the financial year	145,521	30,970
Dividends	(40,000)	(18,000)
	<hr/>	<hr/>
Net addition to shareholders' funds	105,521	12,970
Opening shareholders' funds	177,769	164,799
	<hr/>	<hr/>
Closing shareholders' funds	283,290	177,769
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