

REGISTRARS COPY

A C TOON LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 1997

PANNELL KERR FORSTER

Chartered Accountants



AUDITORS' REPORT TO A C TOON LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of the company for the year ended 31 March 1997 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar and whether the abbreviated accounts 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

22 December 1997

Sheffield



PANNELL KERR FORSTER

Chartered Accountants
Registered Auditors

A C TOON LIMITED

ABBREVIATED BALANCE SHEET

31 MARCH 1997

		1997	1996
	Notes	£	£
FIXED ASSETS			
Tangible assets	2	205,657	64,198
Investments	2	949	4,676
		<u>206,606</u>	<u>68,874</u>
CURRENT ASSETS			
Stocks		80,539	52,284
Debtors		97,941	45,612
Cash at bank and in hand		288,308	458,315
		<u>466,788</u>	<u>556,211</u>
CREDITORS - Amounts falling due within one year		<u>167,822</u>	<u>192,533</u>
NET CURRENT ASSETS		<u>298,966</u>	<u>363,678</u>
NET ASSETS		<u><u>505,572</u></u>	<u><u>432,552</u></u>
CAPITAL AND RESERVES			
Called up share capital	3	100	100
Profit and loss account		505,472	432,452
EQUITY SHAREHOLDERS' FUNDS		<u><u>505,572</u></u>	<u><u>432,552</u></u>

These abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on

A C TOON

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Director



3/4/97

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 1997

1. ACCOUNTING POLICIES**Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Tangible fixed assets and depreciation

Tangible assets other than investment properties are depreciated over their estimated useful lives at the following annual rates:

Plant and machinery	- 20% reducing balance
Fixtures and fittings	- 20% reducing balance
Motor vehicles	- 25% reducing balance
Computer equipment	- 25% straight line

Stocks

Stocks are stated at the lower of cost and net realisable value using the first in/first out method.

Cost comprises the direct cost of production and the attributable proportion of all overheads appropriate to location and condition. Net realisable value is the estimated selling price reduced by all costs of completion, marketing, selling and distribution.

Foreign currencies

Assets and liabilities expressed in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Differences arising on translation and on the conversion of ordinary foreign currency transactions during the year are dealt with as part of the profit on ordinary activities.

Leases and hire purchase contracts

Rentals payable under operating leases are charged in the profit and loss account in the year in which they are incurred.

Deferred taxation

Provision is made for deferred tax, using the liability method, to the extent that it is probable that a liability will crystallise.

Turnover

Turnover represents sales at invoice value less trade discounts allowed and excluding value added tax.

Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

Pension costs

The company operates a defined contribution scheme providing benefits for employees additional to those from the state. The pension cost charge represents contributions payable by the company to the fund in respect of the year.

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 1997

2. FIXED ASSETS

	Tangible fixed assets	Investments	Total
	£	£	£
<u>Cost</u>			
At 1 April 1996	114,411	4,676	119,087
Additions	163,182	-	163,182
Disposals/Provision	(14,596)	(3,727)	(18,323)
At 31 March 1997	262,997	949	263,946
<u>Depreciation</u>			
At 1 April 1996	50,213		50,213
Charge for year	17,865		17,865
On disposals	(10,738)		(10,738)
At 31 March 1997	57,340		57,340
<u>Net book amounts</u>			
At 31 March 1997	205,657	949	206,606
At 1 April 1996	64,198	4,676	68,874

3. CALLED UP SHARE CAPITAL

There was no change in share capital during the year.

	Authorised	Allotted and fully paid
	£	£
Ordinary shares of £1 each	100	100