

**Company Registration No. 4166281 (England and Wales)**

**SCREENSTAGE LIMITED**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2004**



## **SCREENSTAGE LIMITED**

### **COMPANY INFORMATION**

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#### **Directors**

H H Panter  
R A Squire  
C A G Elton  
F W Cieslik (Appointed 27 May 2004)  
A R Gavin (Appointed 25 November 2004)

R A Squire acts as an alternate for A R Gavin.

#### **Secretary**

H J Enright

#### **Company number**

4166281

#### **Registered office**

The Ambassadors  
Peacocks Centre  
Woking  
Surrey  
GU21 6GQ

#### **Auditors**

Saffery Champness  
Lion House  
Red Lion Street  
London  
WC1R 4GB

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# SCREENSTAGE LIMITED

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# SCREENSTAGE LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2004

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The directors present their report and financial statements for the year ended 30 September 2004.

### Principal activities

The principal activity of the company continued to be that of television and theatre productions.

### Directors

The following directors have held office since 1 October 2003:

H H Panter	
R A Squire	
H Beeby	(Resigned 11 May 2004)
C A G Elton	
M J Baker	(Resigned 27 May 2004)
F W Cieslik	(Appointed 27 May 2004)
A R Gavin	(Appointed 25 November 2004)

### Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	30 September 2004	1 October 2003
H H Panter	-	-
R A Squire	-	-
C A G Elton	-	-
F W Cieslik	-	-

### Auditors

Saffery Champness were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

## SCREENSTAGE LIMITED

### DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 30 SEPTEMBER 2004

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#### Directors' responsibilities


Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company 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;
- 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. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

By order of the board



H J Enright

Secretary

25 Jun 2005

## **SCREENSTAGE LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SCREENSTAGE LIMITED**

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We have audited the financial statements of Screenstage Limited on pages 5 to 10 for the year ended 30 September 2004. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

#### **Respective responsibilities of the directors and auditors**

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 an auditor's report 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.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### **Basis of audit opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

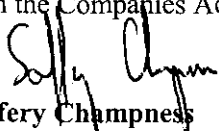
**SCREENSTAGE LIMITED**

**INDEPENDENT AUDITORS' REPORT (continued)  
TO THE MEMBERS OF SCREENSTAGE LIMITED**

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**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 2004 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
**Saffery Champness**

Chartered Accountants  
Registered Auditors

20 June 2005  
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Lion House  
Red Lion Street  
London  
WC1R 4GB

**SCREENSTAGE LIMITED****PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 SEPTEMBER 2004**

		<b>2004</b>	<b>2003</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Turnover</b>		176,375	873,186
Cost of sales		(105,360)	(771,097)
<b>Gross profit</b>		71,015	102,089
Administrative expenses		(211,528)	(188,918)
<b>Operating loss</b>	<b>2</b>	(140,513)	(86,829)
Other interest receivable and similar income		3,728	3,051
<b>Loss on ordinary activities before taxation</b>		(136,785)	(83,778)
Tax on loss on ordinary activities	<b>3</b>	530	-
<b>Loss on ordinary activities after taxation</b>	<b>9</b>	(136,255)	(83,778)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

The notes on pages 7 to 10 form part of these financial statements.



**SCREENSTAGE LIMITED**

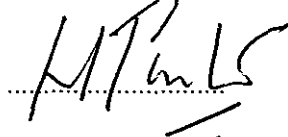
**BALANCE SHEET  
AS AT 30 SEPTEMBER 2004**

	Notes	2004 £	£	2003 £	£
<b>Fixed assets</b>					
Tangible assets	4		1,658		3,315
<b>Current assets</b>					
Stocks		41,505		11,757	
Debtors	5	86,677		27,563	
Cash at bank and in hand		94,596		356,891	
		<u>222,778</u>		<u>396,211</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(125,160)</u>		<u>(163,995)</u>	
<b>Net current assets</b>			<u>97,618</u>		<u>232,216</u>
<b>Total assets less current liabilities</b>			<u>99,276</u>		<u>235,531</u>
<b>Capital and reserves</b>					
Called up share capital	8	500,000		500,000	
Profit and loss account	9	<u>(400,724)</u>		<u>(264,469)</u>	
<b>Shareholders' funds - equity interests</b>	10		<u>99,276</u>		<u>235,531</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The notes on pages 7 to 10 form part of these financial statements.

The financial statements were approved by the Board on 20th June 2005



Director



Director

## SCREENSTAGE LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2004

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#### 1 Accounting policies

##### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

##### 1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

##### 1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

##### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment                      over 4 years

##### 1.5 Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

##### 1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

#### 2 Operating loss

	2004	2003
	£	£
Operating loss is stated after charging:		
Depreciation of tangible assets	1,657	1,657
Auditors' remuneration	4,500	3,500
	<u>          </u>	<u>          </u>

**SCREENSTAGE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2004**

3	Taxation	2004 £	2003 £
	<b>Current tax charge</b>	-	-
	<b>Deferred tax</b>		
	Deferred tax charge/credit current year	(530)	-
	<b>Factors affecting the tax charge for the year</b>		
	Loss on ordinary activities before taxation	(136,785)	(83,778)
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2003: 30.00%)	(25,989)	(25,133)
	Effects of:		
	Non deductible expenses	3,483	-
	Depreciation add back	315	-
	Capital allowances	(198)	-
	Tax losses utilised	22,333	25,133
	Other tax adjustments	56	-
		25,989	25,133
	<b>Current tax charge</b>	-	-
4	Tangible fixed assets		<b>Plant and machinery etc £</b>
	<b>Cost</b>		
	At 1 October 2003 & at 30 September 2004		6,629
	<b>Depreciation</b>		
	At 1 October 2003		3,314
	Charge for the year		1,657
	At 30 September 2004		4,971
	<b>Net book value</b>		
	At 30 September 2004		1,658
	At 30 September 2003		3,315

**SCREENSTAGE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS (continued)  
FOR THE YEAR ENDED 30 SEPTEMBER 2004**

<b>5 Debtors</b>	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Trade debtors	47,250	875
Other debtors	38,897	26,688
Deferred tax asset	530	-
	<u>86,677</u>	<u>27,563</u>
 <b>Deferred tax</b>	 <b>2004</b>	
	<b>£</b>	
Profit and loss account	<u>530</u>	
Balance at 30 September 2004	<u>530</u>	
	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Accelerated capital allowances	<u>530</u>	<u>-</u>
 <b>6 Creditors: amounts falling due within one year</b>	 <b>2004</b>	 <b>2003</b>
	<b>£</b>	<b>£</b>
Trade creditors	33,121	14,260
Amounts owed to group undertakings and undertakings in which the company has a participating interest	3,268	2,474
Taxation and social security	10,289	3,968
Other creditors	78,482	143,293
	<u>125,160</u>	<u>163,995</u>
 <b>7 Pension costs</b>		
<b>Defined contribution</b>		
	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Contributions payable by the company for the year	<u>2,859</u>	<u>1,521</u>

# SCREENSTAGE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 30 SEPTEMBER 2004

8 Share capital	2004 £	2003 £
<b>Authorised</b>		
2,000,000 Ordinary shares of £1 each	2,000,000	2,000,000
<b>Allotted, called up and fully paid</b>		
500,000 Ordinary shares of £1 each	500,000	500,000
9 Statement of movements on profit and loss account		<b>Profit and loss account £</b>
Balance at 1 October 2003		(264,469)
Retained loss for the year		(136,255)
Balance at 30 September 2004		(400,724)
10 Reconciliation of movements in shareholders' funds	2004 £	2003 £
Loss for the financial year	(136,255)	(83,778)
Opening shareholders' funds	235,531	319,309
Closing shareholders' funds	99,276	235,531

### 11 Control

This company is a joint venture between The Ambassador Theatre Group Limited and Carlton Communications Plc. Neither party controls the company, although the day to day administration is undertaken by The Ambassador Theatre Group Limited.