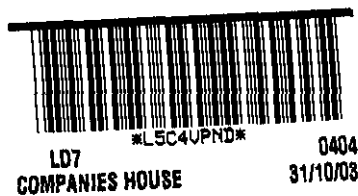


24 HOUR FILMS LIMITED  
DIRECTORS' REPORT  
AND  
ACCOUNTS  
31ST DECEMBER, 2002



2

# **AGN** s h i p l e y s

*chartered accountants*

10 Orange Street, Haymarket, London WC2H 7DQ  
Tel: +44 (0)20 7312 0000 Fax: +44 (0)20 7312 0022

## **ACCOUNTANTS' REPORT TO THE SHAREHOLDERS OF 24 HOUR FILMS LIMITED**

We have prepared, on the basis of the information contained in the company's accounting records provided by the company's director, and without carrying out an audit or examination, the accounts set out on pages 1 to 4. The accounts have been prepared in accordance with the applicable requirements of the Companies Act 1985.

As described on page 3 the company's director is responsible for the accounts and believes the company is exempt from an audit.

We have not conducted an audit on the accounts in accordance with the Auditing Standards issued by the Auditing Practices Board and accordingly we express no opinion thereon.

Our work does not provide any assurance that the accounting records and the accounts are free from material misstatement.



**AGN SHIPLEYS**

**Chartered Accountants**

30<sup>th</sup> October, 2003

**24 HOUR FILMS LIMITED**

**INDEX TO ACCOUNTS**

**31ST DECEMBER, 2002**

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| 1 | Director's Report       |
| 2 | Profit and Loss Account |
| 3 | Balance Sheet           |
| 4 | Notes to the Accounts   |

**24 HOUR FILMS LIMITED****DIRECTOR'S REPORT**

A.C.Eaton

**Secretary and Registered Office**G.R.Carter  
9A Dallington Street,  
London EC1V 0BQ.**DIRECTOR'S REPORT**

The director submits his report and accounts for the year ended 31st December, 2002.

**ACTIVITIES**

The principal activity of the company is the development and production of film projects.

**BUSINESS REVIEW AND FUTURE DEVELOPMENTS**

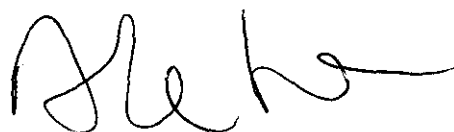
In the prior year the company produced and delivered a film entitled '24 Hour Party People'. As this is now complete the director does not envisage any significant trade in the foreseeable future.

**DIRECTOR AND HIS INTERESTS**

The director who served during the period and his interest in the share capital of the company is detailed below:-

|           | <b>£1 Ordinary Shares</b>     |                               |
|-----------|-------------------------------|-------------------------------|
|           | <b>At 31st December, 2002</b> | <b>At 31st December, 2001</b> |
| A.C.Eaton | 1                             | 1                             |

**By Order of the Board**



**A.C Eaton**  
**Director**

30<sup>th</sup> October, 2003

**24 HOUR FILMS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER, 2002**

|   | Notes | 2002<br>£                  | 2001<br>£           |
|---|-------|----------------------------|---------------------|
| <b>TURNOVER</b>   | 1.1   | -                          | 4,948,679           |
| <b>COST OF SALES</b>  |       | <u>(125,910)</u>           | <u>(4,948,679)</u>  |
|   |       | (125,910)                  | -                   |
| <b>ADMINISTRATIVE EXPENSES</b>  |       | <u>-</u>                   | <u>-</u>            |
| <b>(LOSS)/PROFIT ON ORDINARY<br/>ACTIVITIES BEFORE AND AFTER<br/>TAXATION AND CARRIED FORWARD</b> |       | <u>£(125,910)</u><br>===== | <u>£ -</u><br>===== |

The notes on page 4 form part of these accounts.

## 24 HOUR FILMS LIMITED

## BALANCE SHEET

AS AT 31ST DECEMBER, 2002

|  | Notes | 2002<br>£        | £                 | 2001<br>£          | £                  |
|--|-------|------------------|-------------------|--------------------|--------------------|
| <b>CURRENT ASSETS</b>  |       |                  |                   |                    |                    |
| Other Debtors  |       | 55,042           |                   | 1,374,867          |                    |
| Cash at bank and in hand                                     |       | <u>558</u>       |                   | <u>6,336</u>       |                    |
|  |       |                  | 55,600            |                    | 1,381,203          |
| <b>CREDITORS : Amounts falling due in less than one year</b> | 3     | <u>(181,508)</u> |                   | <u>(1,381,201)</u> |                    |
|  |       |                  | <u>(181,508)</u>  |                    | <u>(1,381,201)</u> |
| <b>NET CURRENT ASSETS</b>                                    |       |                  | <u>£(125,908)</u> |                    | <u>£2</u>          |
| <b>CAPITAL AND RESERVES</b>                                  |       |                  |                   |                    |                    |
| Called up share capital                                      | 4     |                  | 2                 |                    | 2                  |
| Profit and loss account                                      |       |                  | <u>(125,910)</u>  |                    | -                  |
|  |       |                  | <u>£(125,908)</u> |                    | <u>£2</u>          |

The director is of the opinion that the company is exempt from audit as conferred by subsection 1 of section 249A Companies Act 1985 for the year ended 31<sup>st</sup> December, 2002.

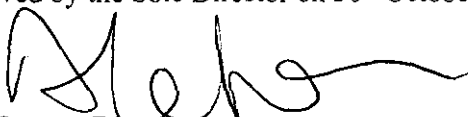
The director confirms that no member or members have requested an audit pursuant to subsection 2 of section 249B Companies Act 1985.

The director confirms that he is responsible for:-

- a) ensuring that the company keeps accounting records which comply with section 221 Companies Act 1985; and
- b) preparing accounts which give a true and fair view of the state of affairs of the company as at 31st December, 2002 and of its results for the year then ended in accordance with the requirements of section 226 Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions relating to smaller companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000)

Approved by the Sole Director on 30<sup>th</sup> October, 2003

  
A.C. Eaton - Director

The notes on page 4 form part of these financial statements.

## 24 HOUR FILMS LIMITED

## NOTES TO THE ACCOUNTS

31ST DECEMBER, 2002

## 1. ACCOUNTING POLICIES

The accounts are prepared under the historical cost convention and the Financial Reporting Standard for Smaller Entities (effective March 2000) in accordance with the following policies:

## 1.1 Turnover

Turnover relates purely to the company's principal activity, and is stated net of Value Added Tax.

## 1.2 Comparatives

The prior period figures cover the period from incorporation on 18th September, 2000 to 31st December 2001.

## 1.3 Going concern

The director has indicated that he will continue to support the company for the foreseeable future.

## 2. DIRECTORS AND EMPLOYEES

The average number of persons employed by the company during the period was :-

| 2002<br>Number | 2001<br>Number |
|----------------|----------------|
| 1<br>==        | 1<br>==        |

## 3. CREDITORS

Trade creditors  
Bank Overdraft  
Accruals

| 2002<br>£                | 2001<br>£                  |
|--------------------------|----------------------------|
| -                        | 32,156                     |
| 181,508                  | 992,215                    |
| -                        | 356,830                    |
| <u>£181,508</u><br>===== | <u>£1,381,201</u><br>===== |

## 4. CALLED UP SHARE CAPITAL

## Authorised

2 ordinary shares of £1 each

|    |    |
|----|----|
| £2 | £2 |
| == | == |

## Allotted and called up

2 ordinary shares of £1 each

|    |    |
|----|----|
| £2 | £2 |
| == | == |