

**Company No: 00463581**

**EDWARD SPEELMAN LIMITED**

**Year Ended 31 March 2002**

**Financial Statements**



**Company No:** 00463581

**Director:** A A Speelman

**Secretary:** S E Reeves

**Registered Office:** Empire House,  
175 Piccadilly,  
London,  
W1J 9TB.

**Bankers:** National Westminster Bank plc.  
Piccadilly and New Bond Street,  
PO Box 2AG,  
63 Piccadilly,  
London,  
W1A 2AG.

**Auditors and Reporting Accountants:** G Reeves ACA,  
11 Percy Terrace,  
Tunbridge Wells,  
Kent,  
TN4 9RH

**DIRECTORS REPORT**

The director submits his report and financial statements for the Year Ended 31 March 2002.

**PRINCIPAL ACTIVITY**

The principal activity of the company is that of dealers in quality Old Master paintings.

**RESULTS AND DIVIDENDS**

Details of the results for the year are shown in the profit and loss account and the related notes.

The director does not propose any dividends for the year.

**BUSINESS REVIEW AND FUTURE DEVELOPMENTS**

The results for the year show a loss of £145,273. The company continues to suffer from prevailing economic problems arising from the lack of suitable paintings in the market.

**DIRECTORS**

The director who has served in the year together with his interest in the Ordinary Share Capital of the company are as follows:-

|              | 31 March<br>2002 | 31 March<br>2001 |
|--------------|------------------|------------------|
| A.A.Speelman | 39,600           | 39,600           |

**FIXED ASSETS**

Movements in fixed assets during the year are set out on page 6.

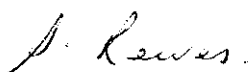
**DIRECTOR'S RESPONSIBILITIES FOR THE ACCOUNTS**

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing those accounts the directors are required to:-

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 accounts comply with the Companies Act. 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.

**By Order of the Board**



**S.E.Reeves**  
**Secretary**

**3 June 2003**

**PROFIT AND LOSS ACCOUNT**  
**Year Ended 31 March 2002**

|                                                            | Note | Year Ended<br>31 March 2002 |           | Year Ended<br>31 March 2001 |           |
|------------------------------------------------------------|------|-----------------------------|-----------|-----------------------------|-----------|
|                                                            |      | £                           | £         | £                           | £         |
| <b>TURNOVER</b>                                            |      |                             | 5,456     |                             | -         |
| Cost of Sales                                              |      |                             | (1,361)   |                             | (2,251)   |
| <b>GROSS PROFIT</b>                                        |      |                             | 4,095     |                             | (2,251)   |
| Distribution costs                                         |      | -                           |           | -                           |           |
| Administration costs                                       |      | 157,994                     |           | 179,911                     |           |
|                                                            |      |                             | (157,994) |                             | (179,911) |
| Operating Profit/Loss                                      |      |                             | (153,899) |                             | (182,162) |
| Interest Receivable                                        | 2    |                             | 8,997     |                             | 23,338    |
| Interest Payable                                           | 3    |                             | (371)     |                             | 429       |
| <b>PROFIT/(LOSS) ON ORDINARY<br/>ACTIVITIES BEFORE TAX</b> | 4    |                             | (145,273) |                             | (158,395) |
| <b>TAX</b>                                                 | 6    |                             | -         |                             | 30,400    |
| <b>AMOUNT TRANSFERRED TO RESERVES</b>                      |      |                             | (145,273) |                             | (127,995) |

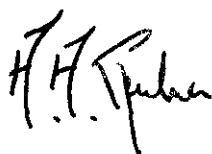
**Recognised Gains and Losses**

There were no recognised gains or losses other than the loss attributable to shareholders of the company of £145,273 in the year ended 31 March 2002 and a loss of £127,995 in the year ended 31 March 2001.

**BALANCE SHEET**  
**31 March 2002**

|                                                | Note | 31 March 2002   |                | 31 March 2001    |                |
|------------------------------------------------|------|-----------------|----------------|------------------|----------------|
|                                                |      | £               | £              | £                | £              |
| <b>FIXED ASSETS</b>                            |      |                 |                |                  |                |
| Tangible Assets                                | 7    |                 | 16             |                  | 16             |
| <b>CURRENT ASSETS</b>                          |      |                 |                |                  |                |
| Stock                                          | 1    | 86,395          |                | 85,880           |                |
| Debtors                                        | 8    | 90,732          |                | 105,780          |                |
| Cash at hand & in bank                         |      | <u>145,497</u>  |                | <u>340,253</u>   |                |
|                                                |      | 322,624         |                | 531,913          |                |
| <b>CURRENT LIABILITIES</b>                     |      |                 |                |                  |                |
| Creditors: amounts falling due within one year | 9    | <u>(36,677)</u> |                | <u>(100,693)</u> |                |
| <b>NET CURRENT LIABILITIES</b>                 |      |                 | 285,947        |                  | 431,220        |
| <b>TOTAL ASSETS LESS LIABILITIES</b>           |      |                 | <u>285,963</u> |                  | <u>431,236</u> |
| <b>CAPITAL AND RESERVES</b>                    |      |                 |                |                  |                |
| Called up Share Capital                        | 10   |                 | 40,000         |                  | 40,000         |
| Reserves                                       | 11   |                 | <u>245,963</u> |                  | <u>391,236</u> |
|                                                |      |                 | <u>285,963</u> |                  | <u>431,236</u> |

For the Year Ended 31 March 2002 the director has taken advantage of exemption under Subsection 1 of Section 249A of the Companies Act 1985. No notice has been deposited under Section 249B(2) in relation to the accounts for the financial year. The director acknowledges responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year in accordance with the requirements of Section 226 of this Act, and which otherwise comply with the requirements of this Act relating to accounts insofar as applicable to this company.



**A A Speelman**  
**Director**

**3 June 2003**

**NOTES ON THE FINANCIAL STATEMENTS**  
**Year Ended 31 March 2002**

**1. ACCOUNTING POLICIES****BASIS OF ACCOUNTING**

The financial statements are prepared under the historic cost convention and in accordance with *Applicable Accounting Standards*.

**TRANSLATION OF FOREIGN CURRENCY**

Transactions denominated in foreign currency are translated into sterling using the average exchange rate for the year. Foreign currency balances at the year end are translated using the exchange rate ruling at the balance sheet date.

**STOCKS**

Stocks are stated at the lower of cost and net realisable value in accordance with the assessment of the director.

**DEPRECIATION**

Depreciation has been charged on assets on the straight line method calculated to write down the assets to their residual value over their estimated useful lives, at the following rates:

|                              |                       |
|------------------------------|-----------------------|
| Leasehold property           | over the lease period |
| Studio & Library             | 25%                   |
| Office furniture & equipment | 10%                   |

**DEFERRED TAX**

Provision is made for deferred tax under the liability method in respect of timing differences on accelerated capital allowances except where the liability is considered unlikely to arise in the foreseeable future.

**2. INTEREST RECEIVABLE**

|                  | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|------------------|--------------------------|--------------------------|
|                  | <b>£</b>                 | <b>£</b>                 |
| On bank deposits | 8,997                    | 23,338                   |
|                  | =====                    | =====                    |

**3. INTEREST PAYABLE**

|                    | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|--------------------|--------------------------|--------------------------|
|                    | <b>£</b>                 | <b>£</b>                 |
| On bank overdrafts | 371                      | 429                      |
|                    | =====                    | =====                    |

**4. STAFF COSTS**

|                       | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|-----------------------|--------------------------|--------------------------|
|                       | <b>£</b>                 | <b>£</b>                 |
| Wages & salaries      | 48,000                   | 47,173                   |
| Social security costs | 7,533                    | 4,798                    |
|                       | =====                    | =====                    |
|                       | 55,533                   | 51,971                   |
|                       | =====                    | =====                    |

**5. PROFIT/LOSS ON ORDINARY ACTIVITIES BEFORE TAX**

|                           | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|---------------------------|--------------------------|--------------------------|
|                           | <b>£</b>                 | <b>£</b>                 |
| Is stated after charging: |                          |                          |
| Depreciation              | -                        | -                        |
| Auditor's remuneration    | 2,500                    | 2,500                    |
| Director's remuneration   | 30,000                   | 30,000                   |
|                           | =====                    | =====                    |

**NOTES ON THE FINANCIAL STATEMENTS**  
**Year Ended 31 March 2002**

**6. TAX**

|                       | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|-----------------------|--------------------------|--------------------------|
|                       | <b>£</b>                 | <b>£</b>                 |
| Corporation Tax @ 20% | -                        | (30,400)                 |
|                       | =====                    | =====                    |

**7. FIXED ASSETS**

|                                    | <b>Leasehold<br/>Property<br/>£</b> | <b>Furniture &amp;<br/>Equipment<br/>£</b> | <b>Library &amp;<br/>Studios<br/>£</b> | <b>Total<br/>£</b> |
|------------------------------------|-------------------------------------|--------------------------------------------|----------------------------------------|--------------------|
| <b>COST</b>                        |                                     |                                            |                                        |                    |
| At 1 April 2001 and 31 March 2002  | 1,407                               | 45,586                                     | 33,382                                 | 80,375             |
|                                    | =====                               | =====                                      | =====                                  | =====              |
| <b>DEPRECIATION</b>                |                                     |                                            |                                        |                    |
| At 1 April 2001                    | 1,395                               | 45,585                                     | 33,379                                 | 80,359             |
| Charge for the year                | -                                   | -                                          | -                                      | -                  |
|                                    | -----                               | -----                                      | -----                                  | -----              |
| At 31 March 2002                   | 1,395                               | 45,585                                     | 33,379                                 | 80,359             |
|                                    | =====                               | =====                                      | =====                                  | =====              |
| <b>NET BOOK VALUE</b>              |                                     |                                            |                                        |                    |
| At 31 March 2001 and 31 March 2002 | 12                                  | 1                                          | 3                                      | 16                 |
|                                    | =====                               | =====                                      | =====                                  | =====              |

**8. DEBTORS**

|                                      | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|--------------------------------------|--------------------------|--------------------------|
|                                      | <b>£</b>                 | <b>£</b>                 |
| Amounts falling due within one year: |                          |                          |
| Corporation Tax                      | 33,399                   | 30,400                   |
| Other taxes & social security        | 42,383                   | 60,430                   |
| Prepayments                          | 14,950                   | 14,950                   |
|                                      | -----                    | -----                    |
|                                      | 90,732                   | 105,780                  |
|                                      | =====                    | =====                    |

**9. CREDITORS**

|                                      | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|--------------------------------------|--------------------------|--------------------------|
|                                      | <b>£</b>                 | <b>£</b>                 |
| Amounts falling due within one year: |                          |                          |
| Corporation Tax                      | -                        | 72,001                   |
| Other taxes & social security        | 6,324                    | 3,525                    |
| Directors' current accounts          | 12,761                   | 5,947                    |
| Accruals                             | 17,592                   | 19,220                   |
|                                      | -----                    | -----                    |
|                                      | 36,677                   | 100,693                  |
|                                      | =====                    | =====                    |

**10. CALLED UP SHARE CAPITAL**

|                                     | <b>31 March<br/>2002</b> | <b>31 March<br/>2001</b> |
|-------------------------------------|--------------------------|--------------------------|
|                                     | <b>£</b>                 | <b>£</b>                 |
| Authorised                          |                          |                          |
| 80,000 Ordinary Shares of £1 each   | 80,000                   | 80,000                   |
|                                     | =====                    | =====                    |
| Allotted, called up and fully paid: |                          |                          |
| 40,000 Ordinary Shares of £1 each   | 40,000                   | 40,000                   |
|                                     | =====                    | =====                    |

**NOTES ON THE FINANCIAL STATEMENTS**  
**Year Ended 31 March 2002**

**11. RESERVES**

|                              | <b>31 March<br/>2002<br/>£</b> | <b>31 March<br/>2001<br/>£</b> |
|------------------------------|--------------------------------|--------------------------------|
| Loss attributable to members | (145,273)                      | (127,995)                      |
| Opening Shareholders funds   | <u>391,236</u>                 | <u>519,231</u>                 |
| Closing Shareholders funds   | <u>245,963</u>                 | <u>391,236</u>                 |

**12. RECONCILIATION OF OPERATING PROFIT TO NET CASH FLOW FROM OPERATING ACTIVITIES**

|                                  | <b>31 March<br/>2002<br/>£</b> | <b>31 March<br/>2001<br/>£</b> |
|----------------------------------|--------------------------------|--------------------------------|
| Operating (loss)/profit          | (145,273)                      | (158,395)                      |
| Depreciation                     | -                              | -                              |
| (Increase)/decrease in stock     | (515)                          | (9,214)                        |
| (Increase)/decrease in debtors   | 18,047                         | 7,449                          |
| Increase/(decrease) in creditors | <u>7,984</u>                   | <u>(8,778)</u>                 |
|                                  | <u>(119,756)</u>               | <u>(168,938)</u>               |

**13. CLOSE COMPANY**

The company is a close company within the provisions of the Income and Corporation Taxes Act 1988.