

CAMERA EYE LIMTED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 OCTOBER 2001

Company no 919721

CAMERA EYE LIMTED

FINANCIAL STATEMENTS

For the year ended 31 October 2001

Company registration number:	919721
Registered office:	24-26 Brownlow Mews London WC1N 2LA
Director:	David R Bailey
Secretary:	Catherine Bailey
Bankers:	National Westminister Bank Plc 250 Regent Street PO Box No 4RY London W1A 4RY

CAMERA EYE LIMTED

FINANCIAL STATEMENTS

For the year ended 31 October 2001

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CAMERA EYE LIMTED

REPORT OF THE DIRECTOR

The director presents his report together with financial statements for the year ended 31 October 2001.

Principal activities

The company is principally engaged in photography, film making and the provision of ancillary services in connection therewith.

Director

The present membership of the Board is set out below. The Director served throughout the year.

The interests of the director in the shares of the company as at 31 October 2001 and 1 November 2000 were as follows:

	Ordinary shares	
	31 October 2001	1 November 2000
David R Bailey	**100**	100

Fixed Assets

The significant changes in fixed assets during the year are explained in note 5 to these financial statements.

Market value of land and buildings

The director is of the opinion that the market value of properties at 31 October 2001 would significantly exceed the net book values included in the financial statements, but he is unable to quantify this excess. In the absence of a professional valuation, the costs of which are not considered justifiable in view of the company's intention to retain ownership of its existing properties for use in the business, they are so stated at cost less depreciation.

Small company exemption

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

ON BEHALF OF THE BOARD

D R Bailey
Director
29 August 2002

PRINCIPAL ACCOUNTING POLICIES

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

The company is exempt from preparing consolidated financial statements on the grounds that, taken together with its subsidiaries, it qualifies as a small group under section 248 of the Companies Act 1985. These financial statements therefore present information about the company as an individual undertaking and not about its group.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

TURNOVER

Turnover represents amounts invoiced to customers in respect of photographic and ancillary services supplied .

TANGIBLE FIXED ASSETS AND DEPRECIATION

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets, other than freehold land, by equal annual instalments over their expected useful lives. The rates generally applicable are:

Freehold buildings	50 years
Photographic equipment	15% Per annum on cost
Motor vehicles	25% Per annum on written down value
Fixtures and fittings	20% Per annum on cost

DEFERRED TAXATION

Provision is made for deferred taxation using the liability method to account for timing differences between incidence of income and expenditure for taxation and accounting purposes to the extent that it is probable that a liability will crystallise in the foreseeable future .

FOREIGN CURRENCIES

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date.

CONTRIBUTIONS TO PENSION FUNDS

Defined contribution scheme

The pension costs charged against profits represent the amount of the contributions payable by the company during the year .

CAMERA EYE LIMTED

PROFIT AND LOSS ACCOUNT

For the year ended 31 October 2001

	Note	2001 £	2000 £
Turnover	1	**877,736**	712,183
Cost of sales		**(117,212)**	(109,443)
Gross profit		**760,524**	602,740
Administrative expenses		**(590,830)**	(350,593)
Operating profit		**169,694**	252,147
Income from other fixed asset investments	2	**45,707**	-
Other interest receivable and similar income	3	**16,983**	4,819
Profit on ordinary activities before taxation	1	**232,384**	256,966
Tax on profit on ordinary activities	5	**(30,634)**	(28,129)
Profit for the financial year	12	**201,750**	228,837
Dividends			
Equity		**(110,000)**	(160,000)
Profit transferred to reserves	11	**91,750**	68,837

There were no recognised gains or losses other than the profit for the financial year.

The accompanying accounting policies and notes form an integral part of these financial statements.

CAMERA EYE LIMTED

BALANCE SHEET AT 31 OCTOBER 2001

	Note	2001 £	2001 £	2000 £	2000 £
Fixed assets					
Tangible assets	6		**309,682**		258,492
Investments	7		**1**		1
			309,683		258,493
Current assets					
Debtors	8	**82,592**		301,064	
Cash at bank and in hand		**733,239**		311,976	
		815,831		613,040	
Creditors: amounts falling due within one year	9	**(480,388)**		(318,157)	
Net current assets			**335,443**		294,883
Total assets less current liabilities			**645,126**		553,376
Capital and reserves					
Called up share capital	10		**100**		100
Profit and loss account	11		**645,026**		553,276
Shareholders' funds	12		**645,126**		553,376

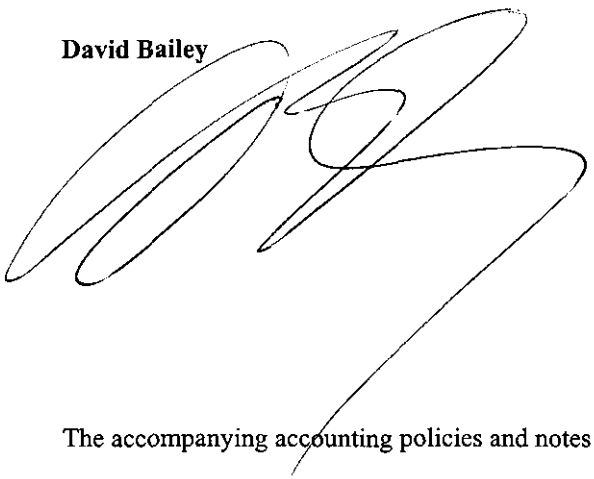
For the year ended 31 October 2001, the company was exempt from audit of its financial statements under section 249A(1) of the Companies Act 1985. No notice has been deposited by members under section 249B(2) calling for an audit in relation to these financial statements.

I acknowledge my responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit for the financial year in accordance with the requirements of section 226, and which otherwise comply with the Companies Act relating to accounts, so far as applicable to the company.

These Financial Statements have been prepared in accordance with the special provision of Part VII of the Companies Act VII 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the Board of Directors on 29 august 2002

David Bailey **Director**



The accompanying accounting policies and notes form an integral part of these financial statements.

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Turnover attributable to geographical markets outside the United Kingdom amounted to 44 % (2000:40%).

The profit on ordinary activities is stated after:	**2001**	2000 £
Depreciation and amortisation:		
Tangible fixed assets, owned	**34,302**	36,979

2 INCOME FROM OTHER FIXED ASSET INVESTMENTS

	2001 £	2000 £
From shares in group undertaking	**45,707**	-

3 INTEREST RECEIVABLE

	2001 £	2000 £
Bank interest and interest received on tax overpaid	**(16,983)**	(4,819)

4 DIRECTOR AND EMPLOYEES

Remuneration in respect of the director was as follows:	**2001 £**	2000 £
Salary and benefits in kind	**345,301**	163,086

5 TAX ON PROFIT ON ORDINARY ACTIVITIES

	2001 £	2000 £
UK Corporation tax	**29,750**	28,376
Adjustments in respect of previous period		
Corporation tax underprovided	**884**	(247)
	30,634	28,129

There are no tax losses available to carry forward.

6 TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Photo-graphic equipment £	Motor vehicles £	Fixtures and fittings £	Total £
Cost					
At 1 November 2000	241,583	249,032	180,535	152,834	823,984
Additions	-	41,271	35,065	11,222	87,558
	241,583	290,303	215,600	164,056	911,542
Disposals	-	-	(36,704)	-	(36,704)
At 31 October 2001	241,583	290,303	178,896	164,056	874,838
Depreciation					
At 1 November 2000	73,641	217,190	132,102	142,559	565,492
Provided in the year	4,409	11,995	12,838	5,060	34,302
	78,050	229,185	144,940	147,619	599,794
Eliminated on disposals	-	-	(34,638)	-	(34,638)
At 31 October 2001	78,050	229,185	110,302	147,619	565,156
Net book amount at 31 October 2001	**163,533**	**61,118**	**68,594**	**16,437**	**309,682**
Net book amount at 31 October 2000	167,942	31,842	48,433	10,275	258,492

7 FIXED ASSETS INVESTMENTS

At 31 October 2001 the company held 100% of the allotted share capital (cost £1, 2000:£1) in the following undertaking:

	Country of incorporation	Class of share capital held	Proportion held	Capital and reserves £	Profit for financial year before dividend £
David Bailey Productions Limited	England and Wales	Ordinary	100%	1	277

During the year the subsidiary company paid up all of its distributable reserves (£45,707) to its parent undertaking.

8 DEBTORS

	2001 £	2000 £
Trade debtors	**57,556**	220,681
Other debtors	**4,726**	2,185
Taxation recoverable	**-**	1,021
Prepayments and accrued income	**20,310**	77,177
	82,592	301,064

9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2001 £	2000 £
Trade creditors	**42,194**	20,928
Amounts owed to subsidiary undertaking	**1**	9,949
Corporation tax	**29,750**	28,128
Social security and other taxes	**81,305**	28,882
Other creditors	**3,118**	1,906
Loans from directors	**107,187**	95,531
Accruals and deferred income	**216,833**	132,833
	480,388	318,157

10 SHARE CAPITAL

	2001 £	2000 £
Authorised		
100 Ordinary Shares of £1 each	**100**	100
Allotted, called up and fully paid		
100 Ordinary Shares of £1 each	**100**	100

11 RESERVES

	Profit and loss account £
At 1 November 2000	553,276
Retained profit for the year	91,750
At 31 October 2001	**645,026**

12 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001 £	2000 £
Profit for the financial year	**201,750**	228,837
Dividends	**(110,000)**	(160,000)
	91,750	68,837
Shareholders' funds at 1 November 2000	**553,376**	484,539
Shareholders' funds at 31 October 2001	**645,126**	553,376

13 CAPITAL COMMITMENTS

The company had no capital commitments at 31 October 2001 or 31 October 2000.

14 CONTINGENT LIABILITIES

There were no contingent liabilities at 31 October 2001 or 31 October 2000.

15 PENSIONS COMMITMENTS

The company makes contribution payments for one employee to her personal pension policy. Contributions are charged to the profit and loss account when paid.

16 RELATED PARTY TRANSACTIONS

The company owed £1 to its subsidiary at 31 October 2001 (2000: £9,949).

The subsidiary company paid a dividend of £45,707 to Camera Eye Limited during the year.