

**Report of the Directors and
Financial Statements for the Year Ended 31 March 2001
for
CENTURY GALLERIES LIMITED**



A08
COMPANIES HOUSE

A21ST?PU

0239
23/01/02

CENTURY GALLERIES LIMITED

Contents of the Financial Statements for the Year Ended 31 March 2001

	Page
Company Information	1
Report of the Directors	2
Report of the Auditors	4
Profit and Loss Account	5
Balance Sheet	6
Notes to the Financial Statements	7
~~Trading and Profit and Loss Account~~	~~10~~

CENTURY GALLERIES LIMITED

**Company Information
for the Year Ended 31 March 2001**

DIRECTORS:	Mr J M A Shemilt Mr M W A Shemilt Mrs A B Shemilt Mr D J Morris
SECRETARY:	Mrs A B Shemilt
REGISTERED OFFICE:	Thameside Henley - on - Thames Oxfordshire RG9 2LJ
REGISTERED NUMBER:	00970735
AUDITORS:	Howes & Co Chartered Certified Accountants Midland Bank Chambers Market Place Chipping Norton Oxon OX7 5NA
BANKERS:	HSBC 6 Market Place Henley-on-Thames Oxfordshire RG9 2AN

CENTURY GALLERIES LIMITED

Report of the Directors for the Year Ended 31 March 2001

The directors present their report with the financial statements of the company for the year ended 31 March 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of being dealers in pictures and objets d'art.

FIXED ASSETS

The directors consider that there is a material variation between the market value of the freehold and leasehold properties and the net book value as detailed at note 4.

Net Book Value £1,203,961

Market Valuation £2,000,000

DIRECTORS

The directors during the year under review were:

Mr J M A Shemilt

Mr M W A Shemilt

- appointed 1.3.01

Mrs A B Shemilt

Mr D J Morris

The beneficial interests of the directors holding office on 31 March 2001 in the issued share capital of the company were as follows:

	31.3.01	1.4.00 or date of appointment if later
ORDINARY £1 shares		
Mr J M A Shemilt	60,050	60,050
Mr M W A Shemilt	-	-
Mrs A B Shemilt	60,050	60,050
Mr D J Morris	-	-

STATEMENT OF 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.

AUDITORS

The auditors, Howes & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

CENTURY GALLERIES LIMITED

**Report of the Directors
for the Year Ended 31 March 2001**

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:

.....A B Shemilt

Mrs A B Shemilt - DIRECTOR

Dated: 10th January 2002

CENTURY GALLERIES LIMITED

Report of the Independent Auditors to the Shareholders of CENTURY GALLERIES LIMITED

We have audited the financial statements of CENTURY GALLERIES LIMITED for the year ended 31 March 2001 on pages five to nine. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of 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.

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 Report of the Directors 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 Report of the Directors 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Howes & Co

Howes & Co
Chartered Certified Accountants
Midland Bank Chambers
Market Place
Chipping Norton
Oxon OX7 5NA

Dated: *21 January 2002*

CENTURY GALLERIES LIMITED

**Profit and Loss Account
for the Year Ended 31 March 2001**

		31.3.01	31.3.00
	Notes	£	£
TURNOVER		837,861	772,813
Cost of sales		345,313	345,339
GROSS PROFIT		492,548	427,474
Administrative expenses		478,247	369,191
		14,301	58,283
Other operating income		53,927	46,499
OPERATING PROFIT	2	68,228	104,782
Interest receivable and similar income		1,536	102
		69,764	104,884
Interest payable and similar charges		25,755	16,387
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		44,009	88,497
Tax on profit on ordinary activities	3	8,935	24,261
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		35,074	64,236
Retained profit brought forward		368,938	304,702
RETAINED PROFIT CARRIED FORWARD		£404,012	£368,938

The notes form part of these financial statements

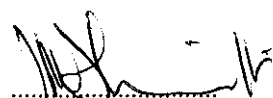
CENTURY GALLERIES LIMITED

Balance Sheet 31 March 2001

		31.3.01		31.3.00	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	4		1,284,799		1,170,409
CURRENT ASSETS:					
Stocks		62,627		51,546	
Debtors	5	55,068		33,404	
Cash at bank and in hand		53,554		20,224	
		171,249		105,174	
CREDITORS: Amounts falling due within one year	6	931,936		644,254	
NET CURRENT LIABILITIES:			(760,687)		(539,080)
TOTAL ASSETS LESS CURRENT LIABILITIES:			524,112		631,329
CREDITORS: Amounts falling due after more than one year	7		-		142,291
			£524,112		£489,038
CAPITAL AND RESERVES:					
Called up share capital	9		120,100		120,100
Profit and loss account			404,012		368,938
SHAREHOLDERS' FUNDS:			£524,112		£489,038

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

ON BEHALF OF THE BOARD:



Mr J M A Shemilt - DIRECTOR

Approved by the Board on 10th June 2002

The notes form part of these financial statements

CENTURY GALLERIES LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2001

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

2. OPERATING PROFIT

The operating profit is stated after charging:

	31.3.01	31.3.00
	£	£
Depreciation - owned assets	16,991	9,211
Auditors' remuneration	1,000	1,000
Pension costs	2,062	-
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	9,233	-
Compensation to director for loss of office	1,000	-
	<u> </u>	<u> </u>

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	31.3.01	31.3.00
	£	£
UK corporation tax	8,935	24,261
	<u> </u>	<u> </u>

4. TANGIBLE FIXED ASSETS

	Freehold Property	Leasehold Property	Flat Furniture
	£	£	£
COST:			
At 1 April 2000	913,101	197,773	69,091
Additions	81,559	11,528	-
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2001	994,660	209,301	69,091
	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION:			
At 1 April 2000	-	-	31,212
Charge for year	-	-	1,894
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2001	-	-	33,106
	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE:			
At 31 March 2001	994,660	209,301	35,985
	<u> </u>	<u> </u>	<u> </u>
At 31 March 2000	913,101	197,773	37,879
	<u> </u>	<u> </u>	<u> </u>

CENTURY GALLERIES LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2001

4. TANGIBLE FIXED ASSETS - continued

	Motor Vehicles	Office Equipment	Totals
	£	£	£
COST:			
At 1 April 2000	7,100	106,490	1,293,555
Additions	1,650	36,644	131,381
At 31 March 2001	8,750	143,134	1,424,936
DEPRECIATION:			
At 1 April 2000	4,065	87,869	123,146
Charge for year	1,171	13,926	16,991
At 31 March 2001	5,236	101,795	140,137
NET BOOK VALUE:			
At 31 March 2001	3,514	41,339	1,284,799
At 31 March 2000	3,035	18,621	1,170,409

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.01	31.3.00
	£	£
Trade Debtors	31,193	17,076
Other Debtors	3,137	-
Prepayments	20,738	16,328
	55,068	33,404

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.01	31.3.00
	£	£
Bank loans and overdrafts	178,257	30,875
Bank Loan Account	185,000	73,000
Trade Creditors	118,445	60,691
Directors Loan Account	385,430	409,429
Other Creditors	10,086	6,942
V.A.T.	12,171	12,337
Nat. Insurance & Other Taxes	8,639	5,483
Company Taxation	8,990	21,551
Accrued Expenses	24,918	23,946
	931,936	644,254

CENTURY GALLERIES LIMITED

Notes to the Financial Statements for the Year Ended 31 March 2001

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.01	31.3.00
	£	£
Bank loans	-	142,291
	<u> </u>	<u> </u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.01	31.3.00
	£	£
Bank overdrafts	21,252	-
Bank loans	157,005	173,166
	<u> </u>	<u> </u>
	<u>178,257</u>	<u>173,166</u>

The bank overdraft and loans are secured by a fixed and floating charge over the assets and other related undertakings of the company.

9. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.01	31.3.00
			£	£
120,100	ORDINARY	£1	120,100	120,100
			<u> </u>	<u> </u>

10. TRANSACTIONS WITH DIRECTORS

The company pays rent to two of its directors, Mr and Mrs J M S Shemilt, amounting to £56,400 per annum in total.