

Company Registration No. 1037921 (England and Wales)

**MIRACLE PRESTIGE INTERNATIONAL LIMITED (FORMERLY PUSSY
MUSIC LIMITED)**

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2001



MIRACLE PRESTIGE INTERNATIONAL LIMITED (FORMERLY PUSSY MUSIC LIMITED)

DIRECTOR'S REPORT FOR THE YEAR ENDED 30 JUNE 2001

The director presents his report and financial statements for the year ended 30 June 2001.

Principal activities

The principal activity of the Company is that of publishers and providers of music and associated activities.

The company changed it's name to Miracle Prestige International Limited on 7 February 2002.

Director

The following director has held office since 1 July 2000:

Mr P Banfield

Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary shares of £ 1 each	
	30 June 2001	1 July 2000
Mr P Banfield	100	100

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



Mrs F. Banfield

Secretary

4 April 2002

MIRACLE PRESTIGE INTERNATIONAL LIMITED (FORMERLY PUSSY MUSIC LIMITED)

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2001

	Notes	2001 £	2000 £
Turnover		41,005	46,162
Administrative expenses		(44,521)	(18,869)
Operating (loss)/profit	2	(3,516)	27,293
Other interest receivable and similar income		17	263
Interest payable and similar charges		(1,272)	(2,373)
(Loss)/profit on ordinary activities before taxation		(4,771)	25,183
Tax on (loss)/profit on ordinary activities	3	(46)	-
(Loss)/profit on ordinary activities after taxation	9	(4,817)	25,183

MIRACLE PRESTIGE INTERNATIONAL LIMITED (FORMERLY PUSSY MUSIC LIMITED)

BALANCE SHEET AS AT 30 JUNE 2001

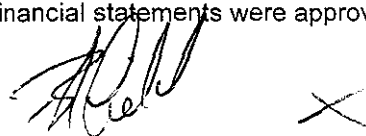
	Notes	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	4		6,691		11,129
Current assets					
Debtors	5	13,315		8,605	
Cash at bank and in hand		-		10,810	
		<u>13,315</u>		<u>19,415</u>	
Creditors: amounts falling due within one year	6	<u>(84,374)</u>		<u>(90,096)</u>	
Net current liabilities			<u>(71,059)</u>		<u>(70,681)</u>
Total assets less current liabilities			<u>(64,368)</u>		<u>(59,552)</u>
Capital and reserves					
Called up share capital	8		100		100
Profit and loss account	9		<u>(64,468)</u>		<u>(59,652)</u>
Shareholders' funds			<u>(64,368)</u>		<u>(59,552)</u>

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) 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 and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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).

The financial statements were approved by the Board on 4 April 2002


Mr P Banfield
Director

MIRACLE PRESTIGE INTERNATIONAL LIMITED (FORMERLY PUSSY MUSIC LIMITED)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2001

1 Accounting policies

1.1 Accounting convention

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

The accounts have been prepared on a going concern basis which assumes that the company will continue to trade as the director has indicated that he intends to provide such funds and necessary facilities to enable the company to continue to trade for the foreseeable future. If the company were unable to continue to trade, adjustments would have to be made to reduce the value of assets to their recoverable amount, to provide for any further liabilities that might arise and to reclassify fixed assets and long term liabilities as current assets and liabilities.

1.2 Turnover

Turnover represents amounts receivable for services provided net of VAT.

1.3 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	10% per annum straight line basis
Motor vehicles	20% per annum straight line basis

2 Operating (loss)/profit

	2001 £	2000 £
Operating (loss)/profit is stated after charging:		
Depreciation of tangible assets	4,438	10,289

3 Taxation

	2001 £	2000 £
Prior years		
U.K. corporation tax	46	-

The company has estimated losses of £45,000 (2000 - £40,000) available for carry forward against future trading profits.

MIRACLE PRESTIGE INTERNATIONAL LIMITED (FORMERLY PUSSY MUSIC LIMITED)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2001

4 Tangible fixed assets

	£
Cost	
At 1 July 2000 & at 30 June 2001	54,499
Depreciation	
At 1 July 2000	43,370
Charge for the year	4,438
At 30 June 2001	47,808
Net book value	
At 30 June 2001	6,691
At 30 June 2000	11,129

The net book value of tangible fixed assets includes £3,828 (2000 - £7,656) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £3,828 (2000 - £3,828) for the year.

5 Debtors	2001 £	2000 £
Other debtors	13,315	8,605

Included within other debtors are balances owing to Cavanmead Limited & PAN Limited amounting to £12,798, companies in which Mr P Banfield is a director.

6 Creditors: amounts falling due within one year	2001 £	2000 £
Bank loans and overdrafts	12,095	-
Net obligations under hire purchase contracts	-	3,480
Taxation and social security	2,978	8,293
Other creditors	69,301	78,323
	84,374	90,096

The bank loan is secured by a personal guarantee given by the director, Mr P Banfield.

MIRACLE PRESTIGE INTERNATIONAL LIMITED (FORMERLY PUSSY MUSIC LIMITED)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2001

7 Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £6,000 (2000 - £6,000).

8 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

9 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 July 2000	(59,651)
Retained loss for the year	(4,817)
Balance at 30 June 2001	(64,468)

10 Control

The Company is under the control of Mr P Banfield, by virtue of his shareholding as shown in the director's report.

11 Related party transactions

Commissions totalling £8,126 (2000: £9,028) were paid to Cavanmead Limited and PAN Limited, companies of which Mr P Banfield is a director.