

COMPANY REGISTRATION NUMBER 2434603

DANGEROUS RECORDS LIMITED
UNAUDITED FINANCIAL STATEMENTS
31 DECEMBER 2002



REYNOLDS
Chartered Accountants
3 Southernhay West
Exeter
Devon
EX1 1JG

DANGEROUS RECORDS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2002

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2002.

PRINCIPAL ACTIVITIES

The company is principally engaged in record production.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

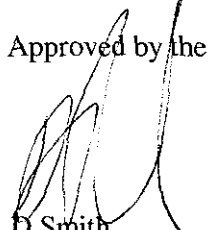
The directors who served the company during the year together with their beneficial interests in the shares of the company was as follows:

		Ordinary shares of £1 each	
		At	At
		31 December 2002	1 January 2002
DJ Smith		2	2
L Smith	(Appointed 27 September 2002)	-	-
		<u> </u>	<u> </u>

SMALL COMPANY PROVISIONS

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

Approved by the directors on 21/10/2003 and signed on their behalf by:


DJ Smith
Director

Registered office:
3 Southernhay West
Exeter
Devon
EX1 1JG

DANGEROUS RECORDS LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 DECEMBER 2002**

	Note	2002 £	2001 £
TURNOVER		21,412	297
Administrative expenses		1,802	640
OPERATING PROFIT/(LOSS)		19,610	(343)
Interest receivable		56	17
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		19,666	(326)
Tax on profit/(loss) on ordinary activities	2	—	(11)
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		19,666	(315)
Accumulated losses brought forward		(32,223)	(31,908)
Accumulated losses carried forward		(12,557)	(32,223)

The notes on pages 4 to 5 form part of these financial statements.

DANGEROUS RECORDS LIMITED**BALANCE SHEET****31 DECEMBER 2002**

	Note	2002 £	2001 £
CURRENT ASSETS			
Debtors	3	2,426	2,188
Cash at bank		2,648	710
		<u>5,074</u>	<u>2,898</u>
CREDITORS: Amounts falling due within one year	4	410	400
NET CURRENT ASSETS		<u>4,664</u>	<u>2,498</u>
TOTAL ASSETS			
LESS CURRENT LIABILITIES		4,664	2,498
CREDITORS: Amounts falling due after more than one year	5	17,219	34,719
		<u>(12,555)</u>	<u>(32,221)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	2	2
Profit and loss account		<u>(12,557)</u>	<u>(32,223)</u>
DEFICIENCY		<u>(12,555)</u>	<u>(32,221)</u>

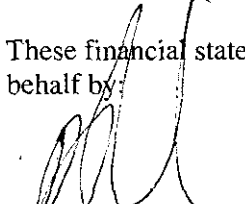
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on 21/10/03 and signed on their behalf by


DJ Smith
Director

The notes on pages 4 to 5 form part of these financial statements.

DANGEROUS RECORDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2002

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

2. TAX ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

	2002 £	2001 £
Current tax:		
Over/under provision in prior year	—	(11)
Total current tax	—	(11)

3. DEBTORS

	2002 £	2001 £
VAT recoverable	296	58
Other debtors	2,130	2,130
	<u>2,426</u>	<u>2,188</u>

4. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Other creditors	410	400

5. CREDITORS: Amounts falling due after more than one year

	2002 £	2001 £
Bank loans and overdrafts	17,219	34,719

DANGEROUS RECORDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2002

6. RELATED PARTY TRANSACTIONS

Control

The company was controlled by DJ Smith during the current and preceding years. Mr Smith is the sole shareholder and managing director.

Transactions

At the year end the company owed £17,219 to a partnership which DJ Smith is a partner.

7. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2002		2001	
	No	£	No	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>