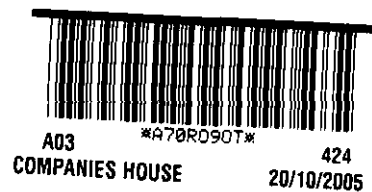


COMPANY REGISTRATION NUMBER 2434603

DANGEROUS RECORDS LIMITED
UNAUDITED FINANCIAL STATEMENTS
31 DECEMBER 2004



REYNOLDS
Chartered Accountants
3 Southernhay West
Exeter
Devon
EX1 1JG

DANGEROUS RECORDS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2004

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DANGEROUS RECORDS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2004

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2004.

PRINCIPAL ACTIVITIES

The company is principally engaged in record production.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

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

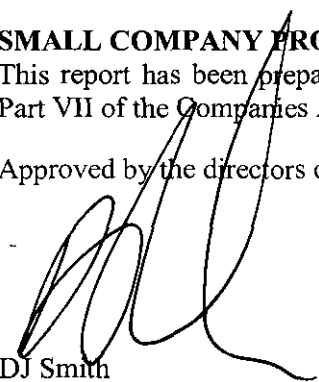
	Ordinary shares of £1 each	
	At 31 December 2004	At 1 January 2004
DJ Smith	2	2
LR Smith	—	—

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 13/10/05

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 2004

	Note	2004 £	2003 £
TURNOVER		3,412	17,021
Administrative		16,198	3,702
OPERATING (LOSS)/PROFIT	2	(12,786)	13,319
Interest receivable		25	46
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(12,761)	13,365
Tax on (loss)/profit on ordinary activities		—	—
(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR		(12,761)	13,365
Accumulated profit/(losses) brought forward		807	(12,558)
Accumulated (losses)/profit carried forward		<u>(11,954)</u>	<u>807</u>

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

DANGEROUS RECORDS LIMITED**BALANCE SHEET****31 DECEMBER 2004****CURRENT ASSETS**

Debtors	2	737	7,130
Cash at bank		4,106	539
		4,843	7,669

CREDITORS: Amounts falling due within one year

3	16,795	4,641
---	--------	-------

NET CURRENT**(LIABILITIES)/ASSETS**

(11,952)	3,028
----------	-------

TOTAL ASSETS**LESS CURRENT LIABILITIES**

(11,952)	3,028
----------	-------

CREDITORS: Amounts falling due after more than one year

4	-	2,219
---	---	-------

(11,952)	809
----------	-----

CAPITAL AND RESERVES

Called-up equity share capital

6	2	2
---	---	---

Profit and loss account

(11,954)	807
----------	-----

(DEFICIENCY)/SHAREHOLDERS' FUNDS

(11,952)	809
----------	-----

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 responsibilities 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 13/10/05 and are 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 2004**

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.

Fixed assets

All fixed assets are initially recorded at cost.

2. DEBTORS

	2004	2003
	£	£
Other debtors	737	7,130
	<u>737</u>	<u>7,130</u>

3. CREDITORS: Amounts falling due within one year

	2004		2003	
	£	£	£	£
Other creditors including taxation:				
VAT	3,605		2,766	
Director's current account (see note 5)	12,089		—	
Other creditors	1,101		1,875	
	<u>16,795</u>		<u>4,641</u>	

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

	2004	2003
	£	£
Loans (see note 5)	<u>-</u>	<u>2,219</u>

DANGEROUS RECORDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2004

5. RELATED PARTY TRANSACTIONS

Control

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

Transactions

At 31 December 2004 the company owed DJ Smith £12,089.

6. SHARE CAPITAL

Authorised share capital:

	2004	2003
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>