

Company Registration No: 2434603 (England and Wales)

DANGEROUS RECORDS LIMITED

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**



GENERAL INFORMATION

FOR THE YEAR 1964

DANGEROUS RECORDS LIMITED

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DANGEROUS RECORDS LIMITED

COMPANY INFORMATION

Directors **Mr D J Smith**
 Mr L R Smith

Secretary **Mr L R Smith**

Registered office **3 Southernhay West**
 Exeter
 Devon
 EX1 1JG

Business address **Sandwell Manor**
 Totnes
 Devon
 TQ9 7LN

Bankers **HSBC**

Company number **2434603 (England and Wales)**

DANGEROUS RECORDS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2006

The directors present their report and financial statements of the company for the year ended 31 December 2006

Principal activities

The company is principally engaged in record production

The Directors and their interests in the shares of the company

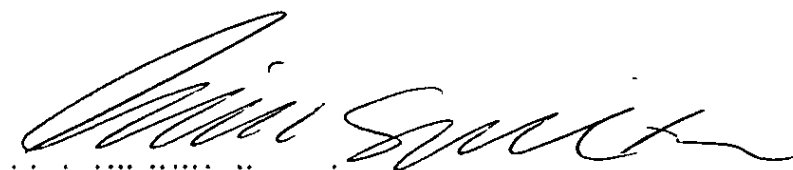
The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows

	Ordinary shares of £1 each	
	At	At
	31 December 2006	31 January 2006
D J Smith	1	1
L R Smith	1	1

Small Company Provisions

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

By order of the board



Mr L R Smith
Secretary

DANGEROUS RECORDS LIMITED

PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 31 DECEMBER 2006

		2006	2005
	Notes	£	£
Turnover		3314	-
Administrative		25,288	1,132
Operating (Loss) / Profit		(21,974)	(1,132)
Interest receivable		-	123
(Loss) / Profit on ordinary activities before taxation		(21,974)	(1,009)
Tax on (loss) / profit on ordinary activities	2		-
(Loss) for the financial year		(21,974)	(1,009)
Accumulated profit / (losses) brought forward		(12,963)	(11,954)
Accumulated (losses) carried forward		(34,937)	(12,963)

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account.

DANGEROUS RECORDS LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2006

	Notes	2006		2005	
		£	£	£	£
Current assets:					
Debtors	3	831		737	
Cash at bank		1,164		317	
		<u>1,995</u>		<u>1,054</u>	
Creditors: Amounts falling due within one year	4	36,930		14,015	
		<u></u>		<u></u>	
Net current (liabilities) / assets		(34,935)		(12,961)	
Total assets less current liabilities		<u>(34,935)</u>		<u>(12,961)</u>	
Creditors: Amounts falling due after more than one year		(34,935)		-	
		<u>(34,935)</u>		<u>(12,961)</u>	
Capital and reserves		<u></u>		<u></u>	
Called-up equity share capital	6	2		2	
Profit and loss account		(34,937)		(12,963)	
		<u>(34,935)</u>		<u>(12,961)</u>	
(Deficiency) shareholders' funds		<u>(34,935)</u>		<u>(12,961)</u>	

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985, and with the Financial Reporting Standard for Small Entities

DANGEROUS RECORDS LIMITED

BALANCE SHEET (CONTINUED) AS AT 31 DECEMBER 2006

The directors are satisfied that the company is entitled to exemption from audit under Section 249A (1) of the Companies Act 1985 for the year ended 31 December 2006.

The members have not required the company to obtain an audit of it's financial statements for the year ended 31 December 2006 in accordance with Section 249B (2) of the Companies Act 1985

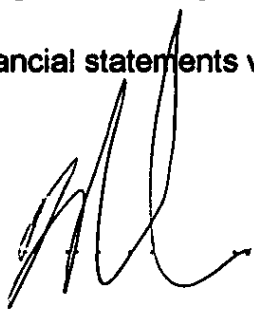
The directors acknowledge their responsibilities for

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give true and fair view of state of affairs of the company as at the end of each financial year and of it's profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, 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 June 2002)

These financial statements were approved by the board on

D J Smith
Director



DANGEROUS RECORDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

1. Accounting policies

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard for Smaller Entities (effective June 2002). The Company is only solvent through the continued support of the directors. The directors have guaranteed not to withdraw their loans and confirm that the company will continue to operate with the support of the directors and therefore, on this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

Turnover

Turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax. Apart from exports representing £154, turnover was derived from UK sales.

2. Taxation

	2006	2005
	£	£
Current Tax Charge	Nil	Nil

The company has £34,937 losses (2005 £12,963) available to carry forward against future trading profits.

3. Debtors

	2006	2005
	£	£
Other debtors	831	737
	<u>831</u>	<u>737</u>

DANGEROUS RECORDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

4. Creditors: amounts falling due within one year

	2006		2005	
	£	£	£	£
Other creditors including taxation				
VAT		146		426
Director's current account (see note 5)	36,339		12,339	
Other creditors	<u>445</u>		<u>1,250</u>	
		<u>36,930</u>		<u>14,015</u>

5. Related party transactions

Control

The company was controlled by DJ Smith & L R Smith during the year. (Preceding years - DJ Smith only)

Transactions

At 31 December 2006 the company owed DJ Smith £36,339 (2005 - £12,339)

6. Share capital

Authorised share capital:

	2006		2005	
		£		£
1,000 Ordinary shares of £1 each		<u>1,000</u>		<u>1,000</u>

Allotted, called up and fully paid:

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

STATEMENT OF FINANCIAL POSITION

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DANGEROUS RECORDS LIMITED

MANAGEMENT INFORMATION FOR YEAR ENDED 31 DECEMBER 2006

The following pages do not form part of the statutory financial statements

DANGEROUS RECORDS LIMITED

DETAILED PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 31 DECEMBER 2006

	2006 £	2005 £
Turnover	3,314	-
Overheads		
Administrative costs	25,288	1,132
Operating (loss) / profit	(21,974)	(1,132)
Bank interest receivable	-	123
(Loss) on ordinary activities	(21,974)	(1,009)

DANGEROUS RECORDS LIMITED

NOTES TO DETAILED PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 31 DECEMBER 2006

	£	2006 £	£	2005 £
Administrative expenses				
General				
Travel		60	-	
Office		738	165	
Promotional		17,977	359	
Manufacturing		5,551	508	
Professional & Secretarial		475	50	
Accountancy		210	-	
Trade subscription		120	-	
		25,131		1,082
Financial				
Bank charges		157	50	
		<u>25,288</u>	<u>1,132</u>	
Interest receivable				
Bank interest receivable		-	123	