Registration number 2957521

3DD Entertainment Limited

Abbreviated accounts

for the year ended 31 December 2002



3DD Entertainment Limited

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Independent auditors' report to 3DD Entertainment Limited under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of 3DD Entertainment Limited for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 2002, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Sloane & Co
Chartered Certified Accountants and
Registered Auditors
Date 29/05/2003

36-38 Westbourne Grove
Newton Road
London

W2 5SH

3DD Entertainment Limited

Abbreviated balance sheet
as at 31 December 2002

	Notes	2002 £	2002 £	2001 £	2001 £
Fixed assets					
Intangible assets	2		484,379		-
Tangible assets	2		32,281		35,953
			516,660		35,953
Current assets					
Debtors					
falling due after more than one year		10,834		10,834	
falling due within one year		2,216,720		1,841,043	
Cash at bank and in hand		400,369		274,035	
		2,627,923		2,125,912	
Creditors: amounts falling due within one year		(2,550,329)		(2,071,204)	
Net current assets			77,594		54,708
Net assets			594,254		90,661
Capital and reserves					
Called up share capital	3		1,080		1,080
Revaluation reserve			484,379		-
Profit and loss account			108,795		89,581
Shareholders' funds			594,254		90,661

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 20/08/03 and signed on its behalf by

Dominic Saville
Director

Lara Von-Ahlefeldt
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

Notes to the abbreviated financial statements for the year ended 31 December 2002

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Long term distribution agreements

The company has adopted a policy of equating the anticipated yearly gross profit from long term distribution agreements in excess of ten years to that of a temporary annuity and deriving a capital sum therefrom. This capital sum is subsequently written off against the revaluation reserve over the length of the contract to the next option period.

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Fixtures, fittings and equipment	-	25% pa on written down value. 40% pa on additions for first year only

1.5. Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

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1.7. Deferred taxation

The company adopted Financial Reporting Standard 19 "Deferred Taxation" (FRS 19) during the financial year.

Full provision is made for deferred taxation on all timing differences which have arisen but have not reversed at the balance sheet date.

Prior to the adoption of FRS 19, the company provided for deferred taxation only to the extent that timing differences were expected to materialise in the foreseeable future. The adoption of the new policy has been made by way of a prior year adjustment as though the revised policy had always been applied.

1.8. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

2. Fixed assets

	Intangible assets £	Tangible fixed assets £	Total £
Cost/revaluation			
At 1 January 2002	-	85,314	85,314
Additions	484,379	6,890	491,269
At 31 December 2002	484,379	92,204	576,583
Depreciation and			
At 1 January 2002	-	49,361	49,361
Charge for year	-	10,562	10,562
At 31 December 2002	-	59,923	59,923
Net book values			
At 31 December 2002	484,379	32,281	516,660
At 31 December 2001	-	35,953	35,953

On 1 October 2002 the company entered into a 12 year distribution agreement. This agreement was revalued at £494,685 the directors as per note 1.3 'Long term distribution agreements'. An amount of £10,306 was written off to the revaluation reserve.

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3. Share capital

	2002	2001
	£	£
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
10,000 Redeemable A shares of £0.01 each	100	100
	1,100	1,100
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	1,000	1,000
8,000 Redeemable A shares of £0.01 each	80	80
	1,080	1,080

4. Transactions with directors

The following directors had interest free loans during the year. The movements on these loans are as follows:

	Amount owing		Maximum
	2002	2001	in year
	£	£	£
Dominic Saville	51,507	23,467	51,507
Lara Von-Ahlefeldt	1,661	689	1,661