

**COMPANY NUMBER:
3588921 (ENGLAND & WALES)**

**BLACKHEATH PHOTASET LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2000**

**SUSAN FIELD
CHARTERED ACCOUNTANT
REGISTERED AUDITOR
NEPTUNE HOUSE
70 ROYAL HILL
LONDON
SE10 8RF**



BLACKHEATH PHOTASET LIMITED

COMPANY INFORMATION

COMPANY NUMBER: 3588921 (England & Wales)

DIRECTORS: M J Matthews
J Mayes

SECRETARY: M J Matthews

REGISTERED OFFICE: Trojan House
1A Lizban House
Blackheath
London SE3 8SS

ACCOUNTANTS: Susan Field
Registered Auditor
Neptune House
70 Royal Hill
London
SE10 8RF

BANKERS: Barclays Bank PLC
41 Woolwich New Road
London

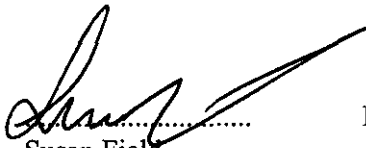
BLACKHEATH PHOTASET LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2000

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ACCOUNTANTS' REPORT
TO THE DIRECTORS OF BLACKHEATH PHOTASET LIMITED

In accordance with instructions given to me I have drawn up accounts for the company for the period ending 30 November 2000 according to the accounting provisions of the Companies Act 1985. You have confirmed that the company is totally exempt from the audit requirement, and I have not carried out an audit. The accounts on pages 3 to 8 are therefore based on the information shown in the accounting records and on the information and explanations you have supplied to me.



Susan Field
Registered Auditor
Neptune House
70 Royal Hill
London
SE10 8RF

Dated 23/8/01

BLACKHEATH PHOTASET LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 30 NOVEMBER 2000

The directors present their report and the financial statements for the period ended 30 November 2000.

PRINCIPAL ACTIVITIES

The principal activity of the company is that of the provision of printing services.

DIRECTORS' INTERESTS

The directors of the company during the period and their interests in the share capital of the company as recorded in the register of directors' interests were as follows:

	2000	1999
	No.	of shares
M J Matthews	1	1
D J Mayes	1	1

RESPONSIBILITIES OF THE DIRECTORS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

select suitable accounting policies and then apply them consistently;

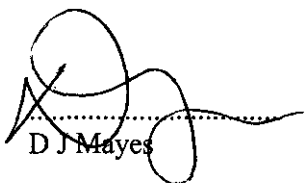
make judgements and estimates that are reasonable and prudent;

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the board on 15th August 2001 and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

ON BEHALF OF THE BOARD



D J Mayes

BLACKHEATH PHOTASET LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 30 NOVEMBER 2000

	Note	2000	1999
		£	£
TURNOVER	2	207,187	234,000
Cost of sales		65,797	87,679
GROSS PROFIT		<u>141,390</u>	<u>146,321</u>
Administrative expenses		145,252	141,552
OPERATING (LOSS)/PROFIT	3	(3,862)	4,769
Other interest receivable & similar income		5	17
Interest payable		(1,077)	(1,487)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(4,934)</u>	<u>3,299</u>
Tax on loss on ordinary activities	4	528	(660)
RETAINED (LOSS)/PROFIT FOR THE PERIOD		<u>£ (4,406)</u>	<u>£ 2,639</u>

The company has made no acquisitions nor discontinued any operations within the meaning of Financial Reporting Standard 3 during 2000 therefore turnover and operating profit derive entirely from continued operations.

The company has no recognised gains or losses other than the loss for the financial period.

The annexed notes form part of these financial statements.

BLACKHEATH PHOTOSET LIMITED

BALANCE SHEET

AS AT 30 NOVEMBER 2000

	Note	2000	1999
		£	£
FIXED ASSETS			
Tangible assets	5	46,053	57,039
CURRENT ASSETS			
Stocks		6,000	-
Debtors	6	43,494	37,407
Cash at bank and in hand		363	480
		<u>49,857</u>	<u>37,887</u>
CREDITORS			
Amounts due within one year	7	<u>70,186</u>	<u>92,285</u>
NET CURRENT LIABILITIES		(20,329)	(54,398)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>25,724</u>	<u>2,641</u>
CREDITORS			
Amounts falling due after more than one year	8	<u>(27,489)</u>	-
NET (LIABILITIES)/ASSETS		<u>£ (1,765)</u>	<u>£ 2,641</u>
CAPITAL AND RESERVES			
Called up share capital	9	2	2
Profit and loss account	10	(1,767)	2,639
SHAREHOLDERS' FUNDS	11	<u>£ (1,765)</u>	<u>£ 2,641</u>

In the opinion of the directors the company is entitled to claim exemptions from audit by virtue of subsection (1) of Section 249A of the Companies Act 1985. Members have not required the company, under s.249B(2) of the Companies Act 1985, to obtain an audit for the year ended 30 November 2000. The Directors are responsible for ensuring that the company maintains accounting records in compliance with Section 221 of that Act and for preparing accounts which give a true and fair view of the affairs of the company as at the end of the financial period and of its profit or loss for the period then ended in accordance with Section 226, and which comply with the other requirements of the Act.

Approved by the board of directors on 15th August 2001 and signed on its behalf. 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 in accordance with the Financial Reporting Standard for Small Entities (effective March 2000).


M J Matthews

BLACKHEATH PHOTOSSET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2000

1. ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors' report and which is continuing.

Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

Depreciation And Diminution In Value Of Assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery - 25% per annum of cost

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Pension Costs

The company operates a defined contribution pension scheme and pension contributions are charged to profit and loss account to spread the cost of the pensions over the employees working lives.

2. TURNOVER

Turnover is attributable solely to continuing operations and derives from one activity that of printing services.

3. OPERATING LOSS

	2000 £	1999 £
This is stated after charging:		
Directors' remuneration	55,800	-
Depreciation of owned assets	19,486	19,015
Pension Costs	1,800	-
	<u> </u>	<u> </u>

BLACKHEATH PHOTASET LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE PERIOD ENDED 30 NOVEMBER 2000

4. TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	2000	1999
	£	£
Current period:		
United Kingdom Corporation Tax	(528)	660
	<u> </u>	<u> </u>

5. TANGIBLE FIXED ASSETS

	Plant and Machinery etc £
Cost:	
At 1st December 1999(restated)	69,454
Additions	15,100
	<u> </u>
At 30 November 2000	84,554
	<u> </u>
Depreciation:	
At 1st December 1999	19,015
Charge for the period	19,486
	<u> </u>
At 30 November 2000	38,501
	<u> </u>
Net book value:	
At 30 November 2000	£46,053
	<u> </u>
At 30th November 1999	£57,039
	<u> </u>

6. DEBTORS

	2000	1999
	£	£
DUE WITHIN ONE YEAR:		
Trade debtors	42,298	36,159
Other debtors	1,196	1,248
	<u> </u>	<u> </u>
	£43,494	£37,407
	<u> </u>	<u> </u>

BLACKHEATH PHOTOSSET LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE PERIOD ENDED 30 NOVEMBER 2000

7. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000	1999
	£	£
Bank overdraft	17,012	10,531
Net obligations under finance lease and hire purchase contracts	13,790	57,871
Trade creditors	22,415	15,856
Taxation and social security	3,838	7,627
Directors' current accounts	10,381	-
Other creditors	2,750	400
	<u>£70,186</u>	<u>£92,285</u>

8. CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2000	1999
	£	£
Other creditors	27,489	-
	<u>27,489</u>	<u>-</u>

9. SHARE CAPITAL

	2000	1999
	£	£
Authorised		
Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
Allotted, Called Up And Fully Paid		
Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

10. PROFIT AND LOSS ACCOUNT

	2000
	£
Balance at 1st December 1999	2,639
Loss suffered for the period	(4,406)
	<u>£(1,767)</u>

BLACKHEATH PHOTASET LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE PERIOD ENDED 30 NOVEMBER 2000

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2000	1999
	£	£
(Loss)/Profit for the financial period	(4,406)	2,639
New share capital subscribed	-	2
Shareholders' funds at 1st December 1999	2,641	-
Shareholders' funds at 30 November 2000	£(1,765)	£ 2,641

BLACKHEATH PHOTASET LIMITED
DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 30 NOVEMBER 2000

	2000	1999
	£	£
TURNOVER		
Turnover	207,187	234,000
COST OF SALES		
Materials	71,797	87,679
	<u>71,797</u>	<u>87,679</u>
Closing Stock Valuation	6,000	-
	<u>65,797</u>	<u>87,679</u>
GROSS PROFIT	141,390	146,321
MISCELLANEOUS OTHER OPERATING INCOME		
Other interest receivable & similar	5	17
	<u>141,395</u>	<u>146,338</u>

BLACKHEATH PHOTASET LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT (Continued)

FOR THE PERIOD ENDED 30 NOVEMBER 2000

	2000		1999
	£	£	£
OVERHEADS			
Wages and salaries	27,184		85,682
Employers NIC	1,232		-
Depreciation	19,486		19,015
Accountancy	1,000		400
Stationery	1,615		1,450
Telephone and fax	913		831
Advertising	963		2,038
Professional charges	615		2,090
Motor vehicle expenses	3,052		4,984
Other Travel	86		-
Replacement Tools	1,128		3,282
Repairs and renewals	3,612		515
Rent and Rates	11,763		16,544
Light and heat	1,952		2,284
Insurance	5,377		681
Leasing Charges	3,517		954
Office Machine Maintenance	68		-
Protective Clothing	-		315
Laundry and Cleaning	195		487
Sundries	164		-
Bank interest	1,077		1,487
Salary - Director 1	27,000		-
Employer's NIC - Director 1	2,765		-
Pension-Director 1	1,020		-
Salary - Director 2	27,000		-
Employer's NIC - Director 2	2,765		-
Pension - Director 2	780		-
	146,329		143,039
(LOSS)/PROFIT ON ORDINARY ACTIVITIES	£ (4,934)		£ 3,299