

ACE TONES MUSIC LTD
DIRECTORS REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2004

COMPANY NO: 4812621



HARVEY WINNING & CO, ACCOUNTANTS, PETERBOROUGH, CAMBS

**ACE TONES MUSIC LTD
COMPANY INFORMATION**

Directors: Mr L A Slack

Secretary: Mrs P S Slack

Company Registration No: 4812621

Registered Office: 25 Windmill Street
Whittlesey
Peterborough
PE7 1QN

Accountants: Harvey Winning & Co
11 Thorpe Road
Peterborough
PE3 6AB

Bankers: National Westminster Bank plc
PO Box 15
Catherdral Square
Peterborough
PE1 1HW

ACE TONES MUSIC LTD
DIRECTORS REPORT FOR THE YEAR ENDED 30TH JUNE 2004

The director presents his report and the financial statements for the year ended 30th June 2004.

PRINCIPAL ACTIVITIES

The principal activity is that of music training.

DIRECTORS

The following was a director of the company during the year and his beneficial interest in the shares of the company was:

30/06/04

Mr L A Slack

2

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of 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 17th September 2004, taking advantage of the special exemptions available to small companies.

Signed on behalf of the board of directors.



Director

REPORT OF THE ACCOUNTANTS TO THE MEMBERS OF
ACE TONES MUSIC LTD

We have prepared, without audit, the financial statements of the company, under the historical cost convention and by applying the accounting policies shown on page 7, from the accounting records kept by the company and by making such enquiries of the company's officers as we considered necessary for this report.

In our opinion having regard only to, and on the basis of, the information contained in those accounting records kept by the company under section 221 of the Act, the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(3) of the Act and did not at any time fall within any of the categories not entitled to the exemption specified in Section 249B(1) (a) to (f)


Harvey Winning & Co
Chartered Management Accountants
11 Thorpe Road
Peterborough
PE3 6AB

30.09.04
Dated

ACE TONES MUSIC LTD
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 2004

	Notes	2004 £
Turnover	2	22,621
Cost of Sales		5,995
Gross Profit		<u>16,626</u>
Administrative Expenses		14,199
Operating Profit		<u>2,427</u>
Interest Received		41
Profit on ordinary activities	3	<u>2,468</u>
Retained profit/decicit) b/f		0
Retained (deficit)/profit c/f		<u><u>2,468</u></u>

None of the company's activities was acquired or discontinued during the above financial years.

There were no recognised gains or losses other than those included in the profit and loss account.

The profit on ordinary activities before taxation and the retained profit have been calculated on the historical cost basis.

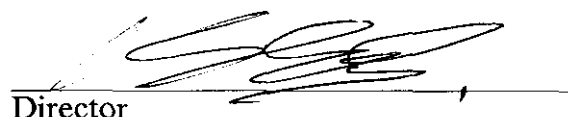
The notes on pages 7 to 9 form part of these accounts

ACE TONES MUSIC LTD
BALANCE SHEET
AS AT 30TH JUNE 2004

	Notes	2004 £
Fixed Assets		
Tangible Assets	4	14,918
Current Assets		
Debtors	5	1,192
Cash at Bank & In Hand		2,434
		<u>3,626</u>
Creditors – amounts falling due within one year	6	16,074
Net Current Liabilities		<u>(12,448)</u>
Net Assets		<u><u>2,470</u></u>
Capital & Reserves		
Called up Share Capital	7	2
Profit and Loss Account	8	2,468
Shareholders funds	9	<u><u>2,470</u></u>

In preparing these accounts the directors confirm that (a) for the year in question the company was entitled to the exemption conferred by Section 249A(1); (b) no notice has been deposited under Section 249B(2) in relation to its accounts for the financial year; (c) the directors acknowledge their responsibilities for (i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and (ii) preparing accounts 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 accounts, as far as applicable to the company; (d) advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8, and (e) in the opinion of the directors, the company is entitled to those exemptions on the basis that it qualifies as a small company.

Approved by the board of directors on 17th September 2004 and signed on its behalf.


Director

The notes on pages 7 to 9 form part of these accounts

ACE TONES MUSIC LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2004

1. ACCOUNTING POLICIES

a. Basis of preparation of the accounts

The accounts have been prepared under the historical cost convention including the going concern basis. They incorporate the results of the principal activity which is described in the directors report and which is continuing.

b. Turnover

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

c. Tangible Assets and depreciation

Tangible 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 valuation, over their expected useful lives on the following bases:

Equipment	15%	Reducing balance method
Office Equipment	25%	Reducing balance method

d. Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes using the liability method, *only to the extent that, in the opinion of the director, there is reasonable probability that a liability or asset will crystallise in the near future.*

2 TURNOVER

During the year the company exported none of its turnover

ACE TONES MUSIC LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2004

3 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	2004
	£
The profit is stated after charging:	
Directors remuneration	4,766
Depreciation on tangible fixed assets (owned)	<u>2,856</u>

4. FIXED ASSETS

Cost:

Balance 1st July 2003

Additions

Balance 30th June 2004

Depreciation:

Balance 1st July 2003

Charge for the year

Balance 30th June 2004

Net Book Value 30th June 2004

Equipment	Office Equipment	Total
£	£	£
0	0	0
15,789	1,985	17,774
15,789	1,985	17,774
0	0	0
2,367	489	2,856
2,367	489	2,856
13,422	1,496	14,918

2004
£

5 DEBTORS

Trade Debtors

Prepayments

1,151
41
<u>1,192</u>

ACE TONES MUSIC LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2004

2004

£

6 CREDITORS – Amounts falling due within one year.

Social Security & Other Taxes	11
Other Creditors & Accruals	16,063
	<u>16,074</u>

7 SHARE CAPITAL

Authorised:	
Ordinary Shares of £1 each	<u>100</u>
Allotted, issued and fully paid:	
Ordinary Shares of £1 each	<u>100</u>

8 PROFIT AND LOSS ACCOUNT

Balance at 1st July 2003	0
Profit for the year	2,468
Balance at 30th June 2004	<u>2,468</u>

9 RECONCILIATION OF SHAREHOLDERS FUNDS

Profit for the year	2,468
Shares issued at par	2
Shareholders funds at 1st July 2003	0
Shareholders funds at 30th June 2004	<u>2,470</u>