

Registration Number SC 19754

Granada Cinemas (Edinburgh) Limited

Abbreviated Accounts

for the year ended 30 June 2002



SCT SB5L6IUB 0522
COMPANIES HOUSE 28/02/03

**Auditors' Report to Granada Cinemas (Edinburgh) 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 Granada Cinemas (Edinburgh) Limited for the year ended 30 June 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

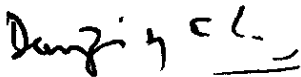
The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) 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 30 June 2002, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



Danzig & Co
Chartered Accountants and
Registered Auditor

7 Rutland Court
Edinburgh
EH3 8ES

18 February 2003

Granada Cinemas (Edinburgh) Limited

**Abbreviated Balance Sheet
as at 30 June 2002**

		2002		2001	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	3		838,792		1,152,976
Current Assets					
Stocks	4	7,503		7,503	
Debtors		19,204		20,137	
Cash at bank and in hand		-		2,686	
		<u>26,707</u>		<u>30,326</u>	
Creditors: amounts falling due within one year		<u>(245,892)</u>		<u>(291,624)</u>	
Net Current Liabilities			<u>(219,185)</u>		<u>(261,298)</u>
Total Assets Less Current Liabilities			619,607		891,678
Creditors: amounts falling due after more than one year			(261,535)		(268,019)
Provisions for Liabilities and Charges	5		(53,156)		(53,156)
Suspense			-		(283,410)
Net Assets			<u>304,916</u>		<u>287,093</u>
Capital and Reserves					
Called up share capital	6		15,000		15,000
Revaluation reserve			340,491		340,491
Profit and loss account			<u>(50,575)</u>		<u>(68,398)</u>
Shareholders' Funds			<u>304,916</u>		<u>287,093</u>

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 18 February 2003 and signed on its behalf by



Director

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

Granada Cinemas (Edinburgh) Limited

Notes to the Abbreviated Financial Statements for the year ended 30 June 2002

1. Accounting Policies

Basis of accounting

The accounts are prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Tangible fixed assets

Depreciation of fixed assets is calculated to write their cost or valuation less residual value, over their estimated useful life as follows:

Heritable property	-	2% Straight line
Cinema equipment	-	10% Reducing balance
Computer equipment	-	25% Reducing balance
Motor vehicles	-	25% Reducing balance
Fixtures and Fittings	-	10% Reducing balance

Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised in the balance sheet and are depreciated over their useful lives.

The corresponding lease or hire purchase obligation is capitalised in the balance sheet as a liability. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease on a straight line basis.

Rentals payable under operating leases are charged to the profit and loss on a straight line basis over the lease term.

Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Pensions - defined contribution scheme

The company participates in a money purchase scheme which operates on a defined contribution basis. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Granada Cinemas (Edinburgh) Limited

**Notes to the Abbreviated Financial Statements
for the year ended 30 June 2002**

..... continued

2. Directors' emoluments

	2002	2001
	£	£
Remuneration and other benefits	<u>119,908</u>	<u>105,836</u>

3. Fixed assets

	Tangible fixed assets £
Cost/revaluation	
At 1 July 2001	1,356,960
Additions	<u>25,714</u>
At 30 June 2002	<u>1,382,674</u>
Depreciation	
At 1 July 2001	507,711
Charge for year	<u>36,171</u>
At 30 June 2002	<u>543,882</u>
Net book values	
At 30 June 2002	<u>838,792</u>
At 30 June 2001	<u>849,249</u>

4. Stocks

	2002	2001
	£	£
Stocks	<u>7,503</u>	<u>7,503</u>

Granada Cinemas (Edinburgh) Limited

**Notes to the Abbreviated Financial Statements
for the year ended 30 June 2002**

..... continued

5. Deferred Taxation

	Provided	
	2002	2001
	£	£
Deferred taxation	<u>53,156</u>	<u>53,156</u>

Deferred taxation is based on a corporation tax rate of 20% (2001 20%)

6. Share capital

	2002	2001
	£	£
Authorised equity		
15,000 Ordinary shares of £1 each	<u>15,000</u>	<u>15,000</u>
Allotted, called up and fully paid equity		
15,000 Ordinary shares of £1 each	<u>15,000</u>	<u>15,000</u>