

SC 237189

CELTIC CHORDS LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

29TH FEBRUARY 2004



Lesley MacDonald
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AB39 2BQ

CELTIC CHORDS LIMITED

DIRECTORS REPORT

The director presents his report and financial statements for the period ended 29th February 2004. The company was incorporated on 23rd September 2002 and commenced trading on 1st March 2003.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial period 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 these financial statements the director is required to:-

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the ongoing concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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. He is 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.

PRINCIPAL ACTIVITY

The principal activity of the company is a music shop.

DIRECTORS

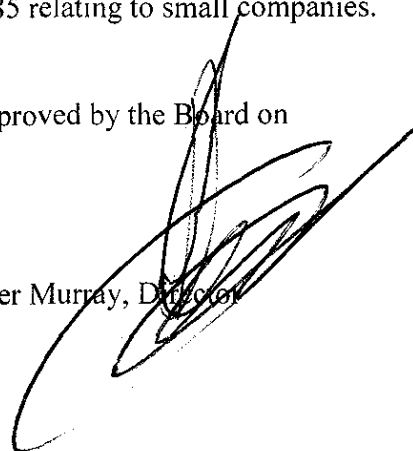
The interests of the director holding office on 29th February 2004 in the shares of the company were as follows:-

	At 29 th February 2004	At 23 rd September 2002
Peter Murray	2	2

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

Approved by the Board on

Peter Murray, Director



CELTIC CHORDS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 29th FEBRUARY 2004

	Note	2004 £
TURNOVER	1	53,629
Cost of Sales		<u>43,707</u>
GROSS PROFIT		9,922
Administrative Expenses		(13,716)
OPERATING (LOSS)	2	(3,794)
Interest Received		<u>45</u>
(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		(3,749)
Tax on (Loss) on Ordinary Activities		<u>-</u>
RETAINED (LOSS) FOR PERIOD		£ <u>(3,749)</u>

CELTIC CHORDS LIMITED**BALANCE SHEET AS AT 29th FEBRUARY 2004**

			2003
FIXED ASSETS	Notes	£	£
Tangible Assets	3		45,775
CURRENT ASSETS			
Stocks		23,435	
Cash in Hand		<u>124</u>	
		23,559	
CREDITORS: Amounts Falling Due Within One Year	4	<u>51,888</u>	
NET CURRENT (LABILITIES)			(28,329)
			17,446
CREDITORS: Amounts Falling Due After One Year	5		<u>21,193</u>
			£ <u>(3,747)</u>
CAPITAL AND RESERVES			
Share Capital	6		2
Profit and Loss Account			<u>(3,479)</u>
			£ <u>(3,747)</u>

AUDIT EXEMPTION STATEMENT

The company is entitled to exemption from audit under Section 249A (1) of the Companies Act 1985 for the period ended 29th February 2004.

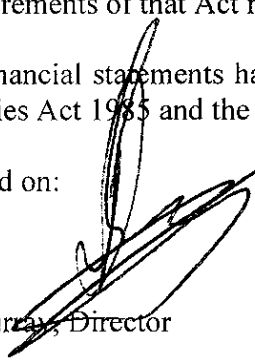
No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

The directors acknowledge their responsibility for:

- Ensuring the company keeps accounting records in accordance with section 221 of the Companies Act 1985; and
- Preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of its accounting period and of its loss for that financial period in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the accounting requirements of that Act relating to financial statements so far as they are applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities relating to small companies.

Approved on:



Peter Murray, Director

CELTIC CHORDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 29th FEBRUARY 2004

1. ACCOUNTING POLICIES

a) Accounting Convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

b) Turnover

Turnover represents fees invoiced to customers during the year.

c) Depreciation

Depreciation is calculated to write off the cost of fixed assets over their estimated useful lives using the reducing balance method.

d) Segmental Information

The company operates in the UK and the whole of its turnover is in the UK market.

2. OPERATING LOSS

Operating loss was stated after charging:	2004
Depreciation	<u>£ 914</u>

3. FIXED ASSETS

	Property £	Fixtures & Fittings £	Equipment £	Total £
Cost:				
Added in Period	<u>43,015</u>	<u>544</u>	<u>3,130</u>	<u>46,689</u>
At 29 th February 2004	£ <u>43,015</u>	£ <u>544</u>	£ <u>3,130</u>	£ <u>46,689</u>
Depreciation:				
Charge for Year	<u>-</u>	<u>134</u>	<u>780</u>	<u>914</u>
At 29 th February 2004	£ <u>-</u>	£ <u>134</u>	£ <u>780</u>	£ <u>914</u>
Net Book Value:				
At 29 th February 2004	£ <u>43,015</u>	£ <u>410</u>	£ <u>2,350</u>	£ <u>45,775</u>

4. CREDITORS: Amounts Falling Due Within One Year

	2004 £
Bank Overdraft	391
Trade Creditors	3,009
Accruals	325
VAT	739
Directors loan Account	<u>47,424</u>
	£ <u>51,888</u>

CELTIC CHORDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 29th FEBRUARY 2004

5. CREDITORS: Amounts Falling Due After One Year

	2004
Shop Mortgage	£ <u>21,193</u>

6. SHARE CAPITAL

Authorised:	2004
100 Ordinary Shares of £1 Each	£ <u>100</u>
Allotted, Issued and Fully Paid:	
2 Ordinary Shares of £1 Each	£ <u>2</u>

CELTIC CHORDS LIMITED**DETAILED PROFIT AND LOSS ACCOUNT**
FOR THE PERIOD ENDED 29th FEBRUARY 2004

	2004	
TURNOVER	£	£
Sales		53,629
COST OF SALES		
Purchases	43,415	
Wages and Subcontract Labour	<u>292</u>	
		<u>43,707</u>
GROSS PROFIT		9,922
ADMINISTRATIVE EXPENSES		
Heat and Light	315	
Telephone	1,381	
Postage and Stationery	751	
Internet Costs and Advertising	2,926	
Motor and Travel	693	
Maintenance	230	
Subscriptions	170	
Meals and Entertainment	157	
General Expenses	109	
Computer	318	
Accountancy	325	
Legal and Professional Fees	118	
Rates	1,960	
Insurance	1,484	
Term Loan Interest	1,257	
Credit Card Charges	608	
Depreciation	<u>914</u>	
		<u>13,716</u>
NET (LOSS) FOR PERIOD		£ <u>(3,794)</u>