

B.F.S
ENTERTAINMENT & MULTIMEDIA LIMITED

Tuesday, March 12, 2002

Office of International Finance
Securities & Exchange Commission
Corporate Filing
450 Fifth Street, NW
Washington, DC 20549
USA

SEC EXEMPTION #82-4245

SUPPL

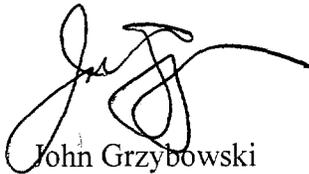
02 MAR 29 11 8: 10

Dear Sir or Madam:

RE: Exemption #82-4245

We are submitting a current public filing as required under rule 12g3-2(b).

Yours truly,



John Grzybowski
Chief Financial Officer
BFS Entertainment & Multimedia Limited



Enclosure: Press Release – March 12, 2002

PROCESSED

p APR 10 2002
THOMSON
FINANCIAL

llw 3/29





ENTERTAINMENT & MULTIMEDIA LIMITED

P R E S S R E L E A S E

Tuesday, March 12, 2002

For Immediate Release:

Stock Symbol: TSE:BFS

**BFS ENTERTAINMENT & MULTIMEDIA LIMITED
ANNOUNCES THIRD QUARTER RESULTS**

BFS Entertainment & Multimedia Limited of Richmond Hill, Ontario, is pleased to report record growth in its unaudited consolidated financial and operating results for the third quarter ended February 2, 2002.

Sales for the first nine months were \$6,528,562 compared to \$5,161,257 during the same period last year, representing an increase of 27%. Operating earnings were \$1,684,469 (\$0.21 per share) compared to \$1,215,375 (\$0.15 per share), a 39% increase over the same period last year. Net earnings for the first nine months were \$784,466 (\$0.10 per share) compared to \$356,021 (\$0.04 per share) for the same period last year, an increase of 120%.

Sales for the third quarter were \$2,624,270 compared to \$1,687,733 during the same quarter last year, representing an increase of 56%. Operating earnings were \$696,465 (\$0.09 per share) compared to \$302,372 (\$0.04 per share) for the same period last year, an increase of 130%. Net earnings for the third quarter were \$402,591 (\$0.05 per share) compared to \$16,970 (\$0.00 per share) for the same period last year.

Denis B.E. Donnelly, President and CEO stated, "I am very pleased with these results and remain very optimistic about our future. I believe that BFS has the financial and operational capacity to continue to grow its video distribution business."

FINANCIAL HIGHLIGHTS (unaudited)

	Thirty-nine Weeks Ended Feb. 2, 2002	Thirty-nine Weeks Ended Feb. 3, 2001	Thirteen Weeks Ended Feb. 2, 2002	Thirteen Weeks Ended Feb. 3, 2001
Sales	\$ 6,528,562	\$ 5,161,257	\$ 2,624,270	\$ 1,687,733
Operating earnings (EBITDA)	1,684,469	1,215,375	696,465	302,372
Net earnings	784,466	356,021	402,591	16,970
Operating earnings per share (EBITDA)	\$ 0.21	\$ 0.15	\$ 0.09	\$ 0.04
Net earnings per share	0.10	0.04	0.05	0.00

BFS Entertainment & Multimedia Limited manufactures, markets and distributes under the **BFS Video** and **American Home Treasures** video labels, a wide range of entertainment home videos and DVD's for resale to retail and catalogues throughout North America. The company's strategy is to continue to acquire new programming for North America and to expand its distribution channels. The Company is also continuing to look for small companies that can be acquired to fit the current business model.

(SEC Rule 12g exemption #82-4245)

For further information, please contact:
John Grzybowski, MBA, CA
Chief Financial Officer
E-mail: ir@bfsent.com
Tel (905) 884-2323
Fax (905) 884-8292
Corporate Website: www.bfsent.com

B.F.S
ENTERTAINMENT & MULTIMEDIA LIMITED

Tuesday, March 19, 2002

SEC EXEMPTION #82-4245

Office of International Finance
Securities & Exchange Commission
Corporate Filing
450 Fifth Street, NW
Washington, DC 20549
USA

02 MAR 29 AM

Dear Sir or Madam:

RE: Exemption #82-4245

We are submitting a current public filing as required under rule 12g3-2(b).

Yours truly,



John Grzybowski
Chief Financial Officer
BFS Entertainment & Multimedia Limited

Enclosure: Third Quarter 2002 Interim Report – February 2, 2002



SEC EXEMPTION #82-4245

B·F·S

ENTERTAINMENT & MULTIMEDIA LIMITED

WIDE

THIRD QUARTER REPORT

For the Three & Nine Month Period
Ended February 2, 2002



AMERICAN
HOME
TREASURES

Consolidated Statements of Operations

<i>(Unaudited)</i> For the period ended	13 Weeks Ended		39 Weeks Ended	
	Feb. 2, 2002	Feb. 3, 2001	Feb. 2, 2002	Feb. 3, 2001
Sales	\$ 2,624,270	\$ 1,687,733	\$ 6,528,562	\$ 5,161,257
Cost of goods sold	987,471	612,861	2,479,819	1,906,516
Gross profit	1,636,799	1,074,872	4,048,743	3,254,741
Selling expenses	558,458	335,656	1,123,094	785,749
Administrative expenses	381,876	436,844	1,241,180	1,253,617
Total selling and administrative expenses	940,334	772,500	2,364,274	2,039,366
Operating earnings before interest, amortization and income taxes	696,465	302,372	1,684,469	1,215,375
Interest expense	65,417	93,367	214,632	282,807
Operating earnings before amortization and income taxes	631,048	209,005	1,469,837	932,568
Amortization of capital assets and deferred development	101,086	64,664	303,258	194,434
Operating earnings before amortization of AHT Video Library and income taxes	529,962	144,341	1,166,579	738,134
Amortization of AHT Video Library	127,371	127,371	382,113	382,113
Earnings before income taxes	402,591	16,970	784,466	356,021
Income taxes	-	-	-	-
Net earnings	\$ 402,591	\$ 16,970	\$ 784,466	\$ 356,021
Weighted average number of shares	8,052,729	8,045,465	8,046,713	8,046,713
Operating earnings before interest, amortization and income taxes per share	\$ 0.09	\$ 0.04	\$ 0.21	\$ 0.15
Net earnings per share	\$ 0.05	\$ 0.00	\$ 0.10	\$ 0.04

Consolidated Statements of Retained Earnings

<i>(Unaudited)</i> For the period ended	13 Weeks Ended		39 Weeks Ended	
	Feb. 2, 2002	Feb. 3, 2001	Feb. 2, 2002	Feb. 3, 2001
Retained earnings – beginning of period	\$ 825,984	\$ 478,303	\$ 444,109	\$ 139,252
Net earnings	402,591	16,970	784,466	356,021
Retained earnings – end of period	\$ 1,228,575	\$ 495,273	\$ 1,228,575	\$ 495,273

The accompanying notes are an integral part of the Interim Consolidated Financial Statements.

Notes to Consolidated Financial Statements *(unaudited)***1. Summary of Significant Accounting Policies**

The significant accounting policies used in these unaudited interim consolidated financial statements conform to those presented in the corporation's May 5, 2001 audited annual consolidated financial statements. These interim consolidated financial statements do not include all of the disclosures included in the annual consolidated financial statements and accordingly should be read in conjunction with the annual consolidated financial statements.

2. Bank Indebtedness

As of February 2, 2002, the corporation had an operating line of credit in the amount of \$2,000,000 (May 5, 2001 – \$1,500,000) of which approximately \$875,000 (May 5, 2001 – \$760,000) was outstanding at that date. The outstanding portion of the line of credit bears interest at the bank prime rate plus 0.5% per annum payable monthly. A general security providing a first charge over all accounts receivable, inventories and equipment, other than leased assets, has been pledged as security for this operating line of credit.

Consolidated Balance Sheets

SEC EXEMPTION #62-4245

As at

February 2, 2002

May 5, 2001

Unaudited

Audited

Assets

Current

Accounts receivable	\$ 2,082,467	\$ 1,479,586
Inventories	1,939,446	1,513,060
Prepaid video royalties	646,995	563,568
Income taxes recoverable	-	31,944
Prepaid expenses and deposits	109,034	152,288
Deferred development costs	146,786	118,777
	4,924,728	3,859,223
AHT Video Library	764,229	1,146,342
Loan receivable	28,000	42,000
Deferred development costs	211,364	192,553
Capital assets	914,038	705,490
	\$ 6,842,359	\$ 5,945,608

Liabilities

Current

Bank indebtedness (Note 2)	\$ 841,559	\$ 625,256
Accounts payable and accrued liabilities	1,618,928	1,063,655
Long-term debt due within one year	391,667	708,333
Capital lease obligations due within one year	62,722	69,756
	2,914,876	2,467,000
Long-term debt	531,250	820,834
Capital lease obligations	7,875	55,842
	3,454,001	3,343,676

Shareholders' Equity

Capital stock (Note 3)	2,159,783	2,157,823
Retained earnings	1,228,575	444,109
	3,388,358	2,601,932
	\$ 6,842,359	\$ 5,945,608

The accompanying notes are an integral part of the Interim Consolidated Financial Statements.

3. Capital Stock

Authorized

Unlimited common shares

Issued - Common Shares

	Shares	Amount
Balance - beginning of year	8,047,333	\$ 2,157,823
Issued to employee under stock bonus plan	10,000	2,800
Cancelled pursuant to normal course issuer bid	(3,000)	(840)
Balance - end of period	8,054,333	\$ 2,159,783

Consolidated Statements of Cash Flows

<i>(Unaudited)</i>	<i>13 Weeks Ended</i>		<i>39 Weeks Ended</i>	
<i>For the period ended</i>	<i>Feb. 2, 2002</i>	<i>Feb. 3, 2001</i>	<i>Feb. 2, 2002</i>	<i>Feb. 3, 2001</i>
Operating activities				
Net earnings	\$ 402,591	\$ 16,970	\$ 784,466	\$ 356,921
Items not affecting cash:				
Net decrease (increase) in prepaid royalties	143,373	(1,105)	(83,427)	90,576
Forgiveness of loan receivable	-	-	14,000	14,000
Common shares issued to an employee under the stock bonus plan	2,800	-	2,800	-
Amortization of capital assets	71,391	42,333	214,175	127,440
Amortization of deferred development costs	29,695	22,331	89,083	66,994
Amortization of AHT Video Library	127,371	127,371	382,113	382,113
	777,221	207,900	1,403,210	1,037,144
Net changes in non-cash working capital balances (*)	367	420,099	(398,796)	(569,489)
Cash flows provided by operating activities	777,588	627,999	1,004,414	467,655
Financing activities				
Increase (decrease) in bank borrowings	(406,906)	(416,099)	216,303	227,476
Proceeds from capital lease obligations	-	23,276	-	23,276
Repayment of capital lease obligations	(17,766)	(14,658)	(55,001)	(45,167)
Repayment of long-term debt	(102,083)	(102,085)	(606,250)	(336,596)
Purchase of common shares for cancellation	(840)	-	(840)	-
Cash flows used in financing activities	(527,595)	(509,566)	(445,788)	(131,011)
Investing activities				
Additions to capital assets	(200,506)	(93,438)	(422,723)	(230,699)
Additions to deferred development costs	(49,487)	(24,995)	(135,903)	(105,945)
Cash flows used in investing activities	(249,993)	(118,433)	(558,626)	(336,644)
Net change in cash and cash equivalents	-	-	-	-
Cash and cash equivalents, beginning and end of period	\$ -	\$ -	\$ -	\$ -
Interest on long-term debt	\$ 46,267	\$ 69,059	\$ 154,952	\$ 211,493
(*) Components of the net changes in non-cash working capital balances related to operation				
Accounts receivable	\$ (204,211)	\$ 404,792	\$ (602,881)	\$ (10,635)
Income taxes recoverable	-	8,999	31,944	8,999
Inventories	(187,100)	(19,218)	(426,386)	(140,543)
Prepaid expenses and deposits	23,081	6,302	43,254	(48,824)
Accounts payable and accrued liabilities	368,597	19,224	555,273	(378,486)
	\$ 367	\$ 420,099	\$ (398,796)	\$ (569,489)

The accompanying notes are an integral part of the Interim Consolidated Financial Statements.

Report to Shareholders

We are pleased to report record growth in our unaudited consolidated financial and operating results for the third quarter ended February 2, 2002.

Sales for the first nine months were \$6,528,562 compared to \$5,161,257 during the same period last year, representing an increase of 27%. Operating earnings were \$1,684,469 (\$0.21 per share) compared to \$1,215,375 (\$0.15 per share), a 39% increase over the same period last year. Net earnings for the first nine months were \$784,466 (\$0.10 per share) compared to \$356,021 (\$0.04 per share) for the same period last year, an increase of 120%.

Sales for the third quarter were \$2,624,270 compared to \$1,687,733 during the same quarter last year, representing an increase of 56%. Operating earnings were \$696,465 (\$0.09 per share) compared to \$302,372 (\$0.04 per share) for the same period last year, an increase of 130%. Net earnings for the third quarter were \$402,591 (\$0.05 per share) compared to \$16,970 (\$0.00 per share) for the same period last year.

I am very pleased with these results and remain very optimistic about our future. I believe that BFS has the financial and operational capacity to continue to grow its video distribution business.



Denis B.E. Donnelly
Chairman, President & CEO
March 12, 2002

Shareholders and other individuals requesting copies of the Annual and Quarterly Reports should contact:

INVESTOR RELATIONS

BFS ENTERTAINMENT & MULTIMEDIA LIMITED

360 Newkirk Road, Richmond Hill, Ontario L4C 3G7

Tel (905) 884-2323 Fax (905) 884-8292

Email: ir@bfsent.com Corporate Website: www.bfsent.com

E-Commerce Website: www.collectablesdirect.com