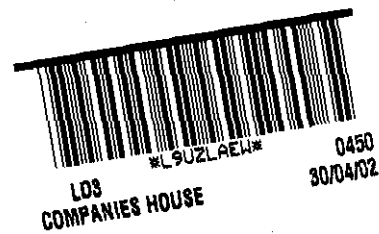


Company Registration No. 01648331 (England and Wales)

**CONNECT 2 MUSIC LTD**  
**ABBREVIATED ACCOUNTS**  
**FOR THE PERIOD ENDED 30 JUNE 2001**



# CONNECT 2 MUSIC LTD

## ABBREVIATED BALANCE SHEET AS AT 30 JUNE 2001


	Notes	2001 £	£	2000 £	£
<b>Fixed assets</b>					
Tangible assets	2		12,648		17,070
<b>Current assets</b>					
Debtors		139,195		67,522	
Cash at bank and in hand		11,323		4,121	
		<u>150,518</u>		<u>71,643</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(109,373)</u>		<u>(77,409)</u>	
<b>Net current liabilities</b>			<u>41,145</u>		<u>(5,766)</u>
<b>Total assets less current liabilities</b>			<u>53,793</u>		<u>11,304</u>
<b>Creditors: amounts falling due after more than one year</b>			<u>(53,534)</u>		<u>(10,967)</u>
			<u>259</u>		<u>337</u>
<b>Capital and reserves</b>					
Called up share capital	3		200		200
Profit and loss account			59		137
<b>Shareholders' funds - equity interests</b>			<u>259</u>		<u>337</u>

In preparing these abbreviated accounts:

- The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- The directors acknowledge their responsibilities for:
  - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 29 April 2002

  
B. Blue Esq  
Director

# CONNECT 2 MUSIC LTD

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE PERIOD ENDED 30 JUNE 2001

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	25% Reducing balance
Motor vehicles	25% Reducing balance

#### 1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### 1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

### 2 Fixed assets

	<b>Tangible assets</b>
<b>Cost</b>	<b>£</b>
At 1 August 2000	35,638
Additions	12,186
Disposals	(21,093)
	<hr/>
At 30 June 2001	26,731
	<hr/>
<b>Depreciation</b>	
At 1 August 2000	18,567
On disposals	(9,000)
Charge for the period	4,516
	<hr/>
At 30 June 2001	14,083
	<hr/>
<b>Net book value</b>	
At 30 June 2001	12,648
	<hr/>
At 31 July 2000	17,070
	<hr/>

# CONNECT 2 MUSIC LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 30 JUNE 2001

3	Share capital	2001 £	2000 £
	<b>Authorised</b>		
	900 Ordinary voting shares of £ 1 each	900	900
	100 Ordinary non-voting shares of £ 1 each	100	100
		<u>1,000</u>	<u>1,000</u>
	<b>Allotted, called up and fully paid</b>		
	170 Ordinary voting shares of £ 1 each	170	170
	30 Ordinary non-voting shares of £ 1 each	30	30
		<u>200</u>	<u>200</u>

### 4 Ultimate parent company

The ultimate parent company is Blueytunes Productions Limited, a company registered in England and Wales.