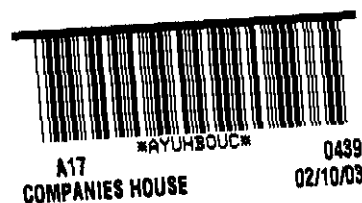


Electronic Press Limited

Report and Unaudited Financial Statements

For the year ended 31 December 2002



Registered No.: 1737324

Electronic Press Limited

Directors and Advisors

Directors

B Barrett

A Moon

G Noorman (Resigned 1st October 2002)

Company Secretary

Mawlaw Secretaries Limited

20 Black Friars Lane

London

EC4V 6HD

Solicitors

Brown Mayer Rowe & Maw

11 Pilgrim Street

London

EC4V 6RW

Registered Office

The Boulevard

Langford Lane

Kidlington

Oxford

OX5 1GB

Electronic Press Limited

Directors' Report

The Directors present their report and the accounts for the year ended 31 December 2002.

Results and Dividends

The Company did not trade during the year and made neither a profit nor a loss (2001: £Nil). The Directors do not recommend payment of a dividend. There are no plans for the Company to commence trading within the foreseeable future.

Directors and their Interests

The Directors throughout the year were as follows:

B Barrett
A Moon
G Noorman (Resigned 1st October 2002)

No Director had any interest in the shares of the Company or of any other group companies at any time during the year.

Auditors

In accordance with Section 388(A) of the Companies Act 1985, the company is exempt from the obligation to appoint auditors.

By Order of the Board



Director

23 / 4 / 2003.

Electronic Press Limited

Statement of Directors' Responsibilities

Company law requires the Directors to prepare accounts 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 accounts, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that the accounts comply with the above requirements.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the accounts 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.

Electronic Press Limited

Balance Sheet

For the year ended 31 December 2002

	Notes	2002 £	2001 £
CREDITORS: amounts falling due after more than one year	2	(4,362,088)	(4,362,088)
NET ASSETS		<u>(4,362,088)</u>	<u>(4,362,088)</u>
CAPITAL AND RESERVES			
Called up share capital	3	1,000	1,000
Profit and loss account	4	(4,363,088)	(4,363,088)
EQUITY SHAREHOLDERS' DEFICIT		<u>(4,362,088)</u>	<u>(4,362,088)</u>

The annual accounts have not been audited because the Company is entitled to the exemption provided by Section 249A(1) of the Companies Act 1985 relating to dormant companies and its members have not required the Company to obtain an audit of these accounts in accordance with Section 249B(2).

The Directors acknowledge their responsibilities for ensuring that the Company keeps accounting records that comply with Section 221 of the Companies Act 1985. The Directors also acknowledge their responsibilities for 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 Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the Company.

These 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 on pages 3 and 4 were approved by the Board of Directors on 23 / 4 / 2003.

Signed on behalf of the Board of Directors



Director

Electronic Press Limited

Notes to the financial statements

For the year ended 31 December 2002

1. Basis of accounting

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

2. Creditors

	2002 £	2001 £
Amounts owed to Reed Elsevier Group plc companies falling due after more than one year	<u>4,362,088</u>	<u>4,362,088</u>

3. Share capital

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

4. Profit and loss account

	£
At 1 January 2002	(4,363,088)
Profit/(loss) for the year	-
At 31 December 2002	<u>(4,363,088)</u>

5. Parent undertaking

The Company's ultimate parent undertaking and controlling entity is Reed Elsevier Group plc, a company incorporated in Great Britain. The smallest and largest group into which the accounts of the Company for the year ended 31 December 2002 are consolidated is Reed Elsevier Group plc. Copies of the consolidated financial statements of Reed Elsevier Group plc may be obtained from the Company Secretary, 25 Victoria Street, London, SW1H 0EX. Reed Elsevier Group plc is jointly owned by Reed Elsevier plc, a company incorporated in Great Britain, and Reed Elsevier NV, a company incorporated in The Netherlands.