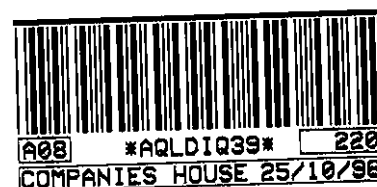


THE JON BLAIR FILM COMPANY LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 1995



THE JON BLAIR FILM COMPANY LIMITED

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THE JON BLAIR FILM COMPANY LIMITED

AUDITORS' REPORT TO THE DIRECTORS OF THE JON BLAIR FILM COMPANY LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the financial statements of The Jon Blair Film Company Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 4 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 December 1995, and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

Other information

On30th SEPTEMBER.....1996..... we reported, as auditors of The Jon Blair Film Company Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1995, and our audit report was as follows:

"We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

THE JON BLAIR FILM COMPANY LIMITED

AUDITORS' REPORT TO THE DIRECTORS OF THE JON BLAIR FILM COMPANY LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1995 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."



Silver Levene

30/9/96.....

Certified Accountants
Registered Auditors

37 Warren Street
London
W1P 5PD

THE JON BLAIR FILM COMPANY LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 1995

	Notes	1995 £	£	1994 £	£
Fixed Assets					
Tangible assets	2		42,188		33,148
Current Assets					
Stocks		1,525		122,554	
Debtors		15,217		22,797	
Cash at bank and in hand		21,502		67,398	
		<u>38,244</u>		<u>212,749</u>	
Creditors: amounts falling due within one year		<u>(27,256)</u>		<u>(183,909)</u>	
Net Current Assets			10,988		28,840
Total Assets Less Current Liabilities			53,176		61,988
Provisions for Liabilities and Charges			<u>(3,000)</u>		<u>(3,500)</u>
			<u>50,176</u>		<u>58,488</u>
Capital and Reserves					
Called up share capital	3		2		2
Profit and loss account			50,174		58,486
Shareholders' Funds			<u>50,176</u>		<u>58,488</u>

THE JON BLAIR FILM COMPANY LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 1995

In preparing these abbreviated accounts:

- (a) Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985, and
- (b) In the directors' opinion the company is entitled to these exemptions as a small company.

In preparing the company's annual financial statements:

- (a) Advantage has been taken of the special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985, and
- (b) In the directors' opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the Board on 26th Sept '96



Director



Director

THE JON BLAIR FILM COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995

1 Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Turnover

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

1.3 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

1.4 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:

Land and buildings Leasehold	Straight line over the life of the lease
Fixtures, fittings & equipment	15% Reducing balance

1.5 Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

1.6 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 directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

THE JON BLAIR FILM COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995

2 Fixed Assets

	Total £
Cost	
At 1 January 1995	70,546
Additions	15,873
	<hr/>
At 31 December 1995	86,419
	<hr/>
Depreciation	
At 1 January 1995	37,397
Charge for the year	6,834
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At 31 December 1995	44,231
	<hr/>
Net book value	
At 31 December 1995	42,188
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At 31 December 1994	33,148
	<hr/>

3 Share Capital

	1995 £	1994 £
Authorised		
100,000 Ordinary shares of £1 each	100,000	100,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2
	<hr/>	<hr/>