

INTERACTIVE MEDIA SOLUTIONS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1995



INTERACTIVE MEDIA SOLUTIONS LIMITED
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FOR THE YEAR ENDED 31 MAY 1995

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INTERACTIVE MEDIA SOLUTIONS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MAY 1995

DIRECTORS: J R Gibbs
J E Gibbs

The directors have pleasure in presenting their report and financial statements for the year ended 31 May 1995.

REVIEW OF THE BUSINESS

The company did not trade in the year.

DIRECTORS' INTERESTS

The interests of the directors in the share capital of the company were as follows:

| | Ordinary Shares of £1 Each | |
|-------------------------------------|-----------------------------------|--------------------|
| | 31 May 1995 | 31 May 1994 |
| J R Gibbs | 9,999 | 9,999 |
| J E Gibbs (as nominee of J R Gibbs) | 1 | 1 |

In preparing these accounts the directors have taken advantage of special exemptions available to small companies.

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution proposing the re-appointment of Clark Whitehill as auditors to the company will be put to the annual general meeting.

By Order of the Board



J E Gibbs
DIRECTOR

26 March 1996

INTERACTIVE MEDIA SOLUTIONS LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the company's state of affairs at the end of the year and of its profit or loss for that year. In preparing those financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in business.

The directors are 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. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

AUDITORS' REPORT

TO THE MEMBERS OF INTERACTIVE MEDIA SOLUTIONS LIMITED

We have audited the financial statements on pages 4 to 6 which have been prepared under the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 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 financial 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.

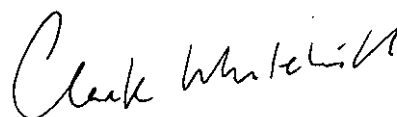
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity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

UNQUALIFIED OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 May 1995 and have been properly prepared in accordance with the Companies Act 1985.

37 Minster Street
Reading

26 March 1996



CLARK WHITEHILL
Chartered Accountants
and Registered Auditor

INTERACTIVE MEDIA SOLUTIONS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MAY 1995

| | 1995 £ | 1994 £ |
|---|-------------------|-------------------------|
| TURNOVER | - | 234,329 |
| Cost of sales | <u>-</u> | <u>(132,854)</u> |
| GROSS PROFIT | - | 101,475 |
| Distribution and administrative expenses | <u>-</u> | <u>(101,386)</u> |
| OPERATING PROFIT | - | 89 |
| Interest receivable | - | 57 |
| Interest payable | <u>-</u> | <u>(3)</u> |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | - | 143 |
| Tax on profit on ordinary activities | <u>-</u> | <u>(2,268)</u> |
| PROFIT/(LOSS) FOR THE YEAR TRANSFERRED TO RESERVES | <u><u>£ -</u></u> | <u><u>£ (2,125)</u></u> |

The profit and loss account contains all the gains and losses recognised in the current and preceding year.

The notes on page 6 form part of these financial statements

INTERACTIVE MEDIA SOLUTIONS LIMITED

BALANCE SHEET

31 MAY 1995

| | Notes | 1995 £ | 1994 £ |
|--|-------|-----------------|-----------------|
| CURRENT ASSETS | | | |
| Debtors | 2 | 33,002 | 25,335 |
| Cash at bank and in hand | | <u>-</u> | <u>7,752</u> |
| | | 33,002 | 33,087 |
| CREDITORS: Amount falling due within one year | | <u>-</u> | <u>(85)</u> |
| NET CURRENT ASSETS | | <u>33,002</u> | <u>33,002</u> |
| | | <u>£ 33,002</u> | <u>£ 33,002</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 3 | 10,000 | 10,000 |
| Profit and loss account | 4 | <u>23,002</u> | <u>23,002</u> |
| | | <u>£ 33,002</u> | <u>£ 33,002</u> |

In preparing these financial statements, the Board has taken advantage of special exemptions available to small companies on the grounds that the company qualifies as small for the year ended 31 May 1995.

Approved by the Board on 26 March 1996
and signed on its behalf by:



J E Gibbs
DIRECTOR

The notes on page 6 form part of these financial statements.

INTERACTIVE MEDIA SOLUTIONS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 1995

1. ACCOUNTING POLICIES

A) Basis Of Accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

2. DEBTORS

| | 1995 £ | 1994 £ |
|-----------------------------------|-----------------|-----------------|
| Amounts owed by group undertaking | <u>£ 33,002</u> | <u>£ 25,335</u> |

3. SHARE CAPITAL

| | | |
|---|-----------------|-----------------|
| Authorised, Allotted, Called Up and Fully Paid Ordinary Shares of £1 each | <u>£ 10,000</u> | <u>£ 10,000</u> |
|---|-----------------|-----------------|

4. PROFIT AND LOSS ACCOUNT

| | | |
|----------------------------|-----------------|-----------------|
| At 1 June 1994 | 23,002 | 25,127 |
| Profit/(loss) for the year | <u>-</u> | <u>(2,125)</u> |
| At 31 May 1995 | <u>£ 23,002</u> | <u>£ 23,002</u> |

5. ULTIMATE PARENT COMPANY

The directors consider the ultimate parent company to be IMS Communications Limited, a company registered in England and Wales.