

2816848

MediaAsia Europe Limited
(formerly Milligan Limited)
Directors' Report and Financial Statements
for the period ended 31 May 1994
2816848 (England and Wales)



MediaAsia Europe Limited
(formerly Milligan Limited)
Company Information

Directors	S. Nanda R.G. Sarin
Secretary	B. Gohil
Company Number	2816848 (England and Wales)
Registered Office	142 Buckingham Palace Road London SW1W 9TR
Auditors	Morley & Scott Lynton House 7-12 Tavistock Square London WC1H 9LT

MediaAsia Europe Limited
(formerly Milligan Limited)
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MediaAsia Europe Limited (formerly Milligan Limited)

Directors' Report for the period ended 31 May 1994

The directors present their report and the financial statements for the period ended 31 May 1994.

Incorporation and Change of name

The company was incorporated on 11 May 1993 in the name of Milligan Limited. On 24 August 1993 the company changed its name to MediaAsia Europe Limited.

Principal Activities

The principal activities of the company are the publishing and selling of a daily newspaper, The Asian Age.

Directors and their Interests

The directors who served during the period and their interests in the company were as stated below.

	Class of share	Number of shares	
		31.5.94	11.5.93
S. Nanda (appointed 11 May 1993)	Ordinary shares	-	-
R.G. Sarin (appointed 11 May 1993)	Ordinary shares	-	-
V. Cohen (resigned 28 July 1993)	Ordinary shares	-	2

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Morley & Scott be reappointed as auditors of the company will be put to the Annual General Meeting.

Directors' Responsibilities

Company law requires the directors to prepare financial statements 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 financial statements, the directors are required to:

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

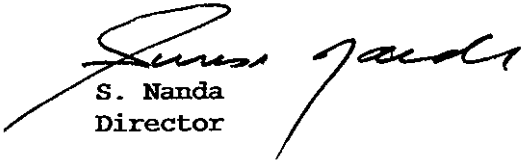
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MediaAsia Europe Limited (formerly Milligan Limited)

Directors' Report for the period ended 31 May 1994

In the preparation of the directors' report advantage has been taken of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

This report was approved by the Board on 13 December 1994.



S. Nanda
Director

**MediaAsia Europe Limited
(formerly Milligan Limited)**

Auditors' Report

to the shareholders of MediaAsia Europe Limited (formerly Milligan Limited)

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

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. However, the evidence available to us was limited because the directors have not provided us with an adequate written assertion confirming their view that it is appropriate to adopt the going concern basis in preparing the financial statements. There were no other satisfactory audit procedures that we could adopt to confirm the majority shareholder and company's bankers intention to continue to provide sufficient finance to enable the company to continue in operational existence for the foreseeable future. As explained in note 9, the company is dependent on their continuing financial support.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Qualified opinion arising from limitation in audit scope

Except for any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning the intention of the majority shareholder and the company's bankers to continue to provide financial support, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 May 1994 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

In respect alone of the limitation on our work relating to the availability of continuing finance for the company, we have not obtained all the information and explanations that we consider necessary for the purposes of our audit.

Morley & Scott.

Morley & Scott

**Chartered Accountants
Registered Auditor**

London

13 December 1994

MediaAsia Europe Limited
(formerly Milligan Limited)
Profit and Loss Account
for the period ended 31 May 1994

	Notes	1994 £
Turnover		61,054
Cost of sales		(225,653)
Gross loss		(164,599)
Administrative expenses		(129,828)
Operating loss	2	(294,427)
Interest payable and similar charges		(510)
Loss on ordinary activities before taxation		(294,937)

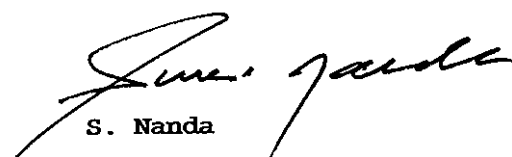
All turnover and operating profits derive from continuing activities and there are no recognised gains and losses other than those passing through the profit and loss account.

MediaAsia Europe Limited
(formerly Milligan Limited)
Balance Sheet
as at 31 May 1994

	Notes	1994 £	£
Fixed Assets			
Tangible assets	3		86,592
Current Assets			
Debtors	4	93,901	
Cash at bank and in hand		5,556	
		<u>99,457</u>	
Creditors: amounts falling due within one year	5	(221,401)	
Net Current Liabilities			<u>(121,944)</u>
Total Assets Less Current Liabilities			(35,352)
Creditors: amounts falling due after more than one year	6		(259,583)
			<u>£ (294,935)</u>
Capital and Reserves			
Called up share capital	7		2
Profit and loss account			<u>(294,937)</u>
Shareholders' funds	8		<u>£ (294,935)</u>

The directors have taken advantage of the exemptions conferred by Part 1 of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

The financial statements were approved by the Board on 13 December 1994.


S. Nanda
Director

MediaAsia Europe Limited
(formerly Milligan Limited)
Notes to the Financial Statements
for the period ended 31 May 1994

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

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 provided in the UK 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:

Plant and machinery - 25% Straight line

2. Operating Loss

1994
£

Operating loss is stated after charging:

Depreciation of tangible assets
Auditors' remuneration

11,107
2,500

MediaAsia Europe Limited
(formerly Milligan Limited)
Notes to the Financial Statements
for the period ended 31 May 1994

3. Tangible assets

	Plant and machinery etc £
Cost	
Additions	97,699
At 31 May 1994	<u>97,699</u>
Depreciation	
Charge for period	11,107
At 31 May 1994	<u>11,107</u>
Net book values	
At 31 May 1994	<u>£ 86,592</u>

4. Debtors

	1994 £
Trade debtors	7,576
Others	86,325
	<u>£ 93,901</u>

5. Creditors: amounts falling due
within one year

	1994 £
Bank loans and overdrafts	105,896
Trade creditors	99,196
Other creditors	16,309
	<u>£ 221,401</u>

The bank loans and overdrafts are secured.

MediaAsia Europe Limited
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Notes to the Financial Statements
for the period ended 31 May 1994

6.	Creditors: amounts falling due after more than one year	1994 £
	Debentures	125,000
	Other loans	134,583
		<u>£ 259,583</u>

The debentures were issued at par during the year to meet the company's working capital requirements and are secured.

7.	Share Capital	1994 £
	Authorised	
	1,000 Ordinary shares of £1 each	1,000
		<u> </u>
	Allotted, called up and fully paid	
	2 Ordinary shares of £1 each	2
		<u> </u>

During the period 2 ordinary shares of £1 each were allotted and fully paid at par for cash consideration to provide additional working capital.

8.	Reconciliation of Movements in Shareholders' Funds	1994 £
	Loss for the financial period	(294,937)
	New share capital subscribed	2
		<u> </u>
	Net depletion in shareholders' funds	(294,935)
		<u> </u>
	Closing shareholders' funds	£(294,935)
		<u> </u>

9. **Basis of preparation of the financial statements**

The accounts have been prepared on a going concern basis which assumes that adequate support will be available to enable the continuance of normal trading operations. The directors are of the opinion that the majority shareholder and the company's bankers will continue to provide such support and the accounts have been prepared on this basis.