

IMAGE LINX INTERNATIONAL LIMITED

COMPANY NUMBER: 03182772

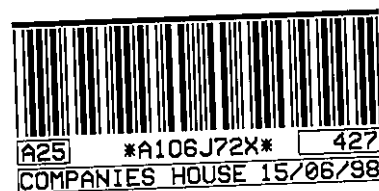
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ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1998

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Wall and Partners  
Chartered Accountants  
3/5 Commercial Gate  
Mansfield  
Notts  
NG18 1EJ



AUDITORS' REPORT TO  
IMAGE LINX INTERNATIONAL LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985

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We have examined the Abbreviated Financial Statements set out on pages 2 to 4 together with the Full Statutory Financial Statements of the Company for the year ended 31 March 1998 prepared under Section 226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

The Directors are responsible for preparing the Abbreviated Financial Statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the Company is entitled to deliver Abbreviated Financial Statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the Financial Statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out the procedures we consider necessary to confirm, by reference to the Financial Statements, that the Company is entitled to deliver Abbreviated Financial Statements and that the Abbreviated Financial Statements to be delivered are properly prepared. The scope of our work for the purpose of this Report did not include examining or dealing with events after the date of our Report on the Full Statutory Financial Statements.

Opinion

In our opinion the Company is entitled to deliver Abbreviated Financial Statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the Abbreviated Financial Statements on pages 2 to 4 are properly prepared in accordance with those provisions.

*Wall & Partners*

WALL AND PARTNERS

Chartered Accountants and Registered Auditors  
3/5 Commercial Gate  
Mansfield  
Notts  
NG18 1EJ

12 June 1998

	<u>Note</u>	<u>1998</u>	<u>1997</u>
		£	£
<u>Fixed Assets</u>			
Tangible Assets	2	28,554	6,689
<u>Current Assets</u>			
Stock and Work in Progress		13,656	5,351
Debtors		479,221	229,373
Cash at Bank and in Hand		13,015	6,753
		<hr/>	<hr/>
		505,892	241,477
<u>Creditors: Amounts Falling Due Within One Year</u>		<hr/>	<hr/>
		478,572	255,704
		<hr/>	<hr/>
<u>Net Current Assets/(Liabilities)</u>		27,320	(14,227)
		<hr/>	<hr/>
<u>Total Assets Less Current Liabilities</u>		55,874	(7,538)
		<hr/>	<hr/>
<u>Provision for Liabilities and Charges</u>		2,499	-
		<hr/>	<hr/>
		53,375	(7,538)
		<hr/>	<hr/>
<u>Capital and Reserves</u>			
Called Up Share Capital	3	10,000	10,000
Profit and Loss Account		43,375	(17,538)
		<hr/>	<hr/>
<u>Shareholders' Surplus/(Deficit)</u>		53,375	(7,538)

Approved by the Board of Directors on 12 June 1998.

P Williams

A M Parry-Williams

## Directors

The attached Notes form part of these Abbreviated Financial Statements.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 1998

1 Accounting Policies

- a The Financial Statements have been prepared under the historical cost convention.
- b The Company has taken advantage of the exemption available per FRS1 for small companies not to prepare a Cash Flow Statement.
- c Turnover represents net invoiced sales of goods, excluding Value Added Tax.
- d Depreciation is provided at the following annual rate on a straight line basis to write off each asset over its estimated useful life:  
  

Plant and Equipment	-	20%
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- e Stock and work in progress are valued at the lower of cost and net realisable value, after making due allowance for slow moving and obsolete items. Cost includes all direct expenditure and appropriate proportion of fixed and variable overheads.
- f Provision has been made for the full potential liability to corporation tax in respect of accelerated capital allowances and other short term timing differences.
- g The Financial Statements have been drawn up on a going concern basis.
- h Where assets are financed by leasing agreements that do not give rights approximating to ownership, the leases are treated as 'operating leases'. The relevant annual rentals are charged to the Profit and Loss Account on a straight line basis over the lease term.

2 Tangible Fixed Assets

Total  
£

Cost

At 1 April 1997	7,355
Additions in the Year	24,798

31 March 1998	32,153
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Depreciation

At 1 April 1997	666
Charge for the Year	2,933

At 31 March 1998	3,599
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Net Book Value

At 31 March 1998	28,554
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At 31 March 1997	6,689
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NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 1998

(Continued)

3	<u>Share Capital</u>	<u>1998</u>	<u>1997</u>
		£	£
	Authorised:		
	100,000 Ordinary Shares of £1 Each	100,000	100,000
		<hr/>	<hr/>
	Allotted, Issued and Fully Paid:		
	10,000 Ordinary Shares of £1 Each	10,000	10,000
		<hr/>	<hr/>

4 Overdraft Facility

The Company does have an overdraft facility which is secured by an unscheduled Mortgage Debenture covering all company assets. The facility is also secured by the personal guarantees of two of the Directors.