

INTERACTIVE HIGHTECH LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED
31st MARCH 2002



Company No 3329928

INTERACTIVE HIGHTECH LIMITED

COMPANY INFORMATION

Directors

Mr G R Taylor
Mr G Parr

Secretary

Mr G R Taylor

Company Number

3329928

Registered Office

54-56 Ormskirk Street
ST HELENS
Merseyside WA10 2TF

Reporting Accountants

G R Taylor & Co
Accountants
54-56 Ormskirk Street
ST HELENS
Merseyside WA10 2TF

Bankers

National Westminster Bank Plc
5 Ormskirk Street
ST HELENS
Merseyside WA10 10T

INTERACTIVE HIGHTECH LIMITED

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INTERACTIVE HIGHTECH LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31st MARCH 2002

The directors present their report together with the accounts for the year ended 31 March 2002.

Principal Activities

The company's principal activities are the provision of CD related products.

Directors

The directors, who served throughout the year, and their beneficial interests in the company's issued share capital were:

	Ordinary shares of £1 each At 31/03/02	Ordinary shares of £1 each At 31.03.01
Mr G R Taylor	34	2
Mr G Parr (appointed 03/04/01)	33	-

Directors' Responsibilities

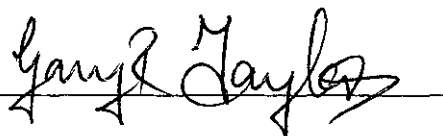
Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of the company's affairs and of the profit or loss for that year. In preparing these accounts the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the accounts 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 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.

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and was approved by the board on 28th July 2003, and signed on its behalf.

MR G R TAYLOR (Secretary)



28th July 2003

ACCOUNTANTS' REPORT TO THE DIRECTORS
ON THE UNAUDITED ACCOUNTS OF
INTERACTIVE HIGHECH LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 2002, set out on pages 3 to 8, and you consider that the company is exempt from an audit and a report under Section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

G R Taylor & Co
Accountants
54-56 Ormskirk Street
ST HELENS
Merseyside WA10 2TF

28th July 2003

INTERACTIVE HIGHTECH LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2002

	Notes	2002 £	2001 £
Turnover	2	7,458	19,441
Net operating expenses		(25,501)	(45,928)
Operating (Loss)	3	(18,043)	(26,487)
Interest Payable and Similar Charges		1,662	-
Tax on profit on ordinary activities	4	-	-
(Loss) for the Financial Year		(19,705)	(26,487)
Dividends		-	-
Retained (Loss) for the Year		(19,705)	(26,487)
Retained (Loss) brought forward		(26,487)	-
Retained (Loss) carried forward		(46,192)	(26,487)

Continuing Operations

The company commenced to trade during the above two financial years.

Notes of Historical Cost Profits and Losses

The difference between the results as disclosed in the profit and loss account and the result on an unmodified historical cost basis is not material.

The notes on pages 5 to 8 form part of these accounts.

INTERACTIVE HIGHTECH LIMITED**BALANCE SHEET****AS AT 31 MARCH 2002**

	Notes	2002	2001
Fixed Assets		£	£
Intangible assets	5	1,345	-
Current Assets			
Stock		3,080	-
Debtors and prepayments	6	1,396	332
		<hr/>	<hr/>
		4,476	332
Creditors: Amounts Falling Due Within One Year	7	(51,913)	(26,817)
		<hr/>	<hr/>
Net Current (Liabilities)		(47,437)	(26,485)
Total Assets Less Current Liabilities		<hr/> (46,092) <hr/>	<hr/> (26,485) <hr/>
 Capital and Reserves			
Share Capital - Equity	10	100	2
Profit and loss account		(46,192)	(26,487)
Shareholders' Funds		<hr/> (46,092) <hr/>	<hr/> (26,485) <hr/>

The notes on pages 5 to 8 form part of these accounts.

INTERACTIVE HIGHTECH LIMITED

BALANCE SHEET AS AT 31 MARCH 2002 Continued..

The directors are of the opinion that the company is entitled to exemption from audit conferred by Subsection 1 of Section 249A of the Companies Act 1985 for the year ended 31 March 2002.

The directors confirm that no member or members have requested an audit pursuant to Subsection 2 of Section 249B of the Companies Act 1985.

The directors confirm that they are responsible for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and preparing accounts which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its results for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities.

These accounts were approved by the board and signed on its behalf.

MR G R TAYLOR (Director)
28th July 2003

A handwritten signature in dark ink, appearing to read 'Gary R Taylor', is written over a horizontal line.

The notes on pages 5 to 8 form part of these accounts

INTERACTIVE HIGHTECH LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2002

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared in accordance with applicable Accounting Standards under the historical cost convention.

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

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets by the reducing balance method over their expected useful lives.

Work In Progress

Work in progress has been valued by the directors at the lower of cost or net realisable value. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2 Turnover

The turnover was derived from the company's principal activities which were carried out in the UK and in Europe.

3 Operating (Loss)

The operating (Loss) is arrived at after charging:

	2002	2001
	£	£
Accountancy	3,000	-
Professional fees	-	3,000
	<hr/>	<hr/>

INTERACTIVE HIGHTECH LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

4 Taxation

There is no Corporation Tax liability for the year.

5 Intangible Fixed Assets	2002	2001
	£	£
Website	1,345	-
	<hr/>	<hr/>
6 Debtors	£	£
Trade debtors	646	-
Other debtors	-	332
Prepayments	750	-
	<hr/>	<hr/>
	1,396	332
	<hr/>	<hr/>

7 Creditors: Amounts Falling Due Within One Year

Bank loan	24,741	-
Bank overdraft	5,587	219
Trade creditors	3,387	3,474
Corporation tax	-	-
Other taxes and social security	3,078	6,906
Directors' loan accounts	153	218
Other creditors	14,967	16,000
	<hr/>	<hr/>
	51,913	26,817
	<hr/>	<hr/>

8 Transactions With Directors

The director operates a current account with the company to which all transactions of a private nature are charged. The balance at 31st March 2002 was £153. (2001 : £218).

INTERACTIVE HIGTECH LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2002

9 Continuing Operations

Despite the poor trading conditions, the Directors still maintain their belief that the fortunes of the company can be reversed and that the company will obtain profitability within the next two financial years.

10 Share Capital	2002	2001
	£	£
Authorised		
Equity Shares		
2,000 Ordinary shares of £1 each	2,000	2,000
	<hr/>	<hr/>
Allotted		
Equity Shares		
2 Allotted, called up and fully paid ordinary shares of £1 each	100	2
	<hr/>	<hr/>