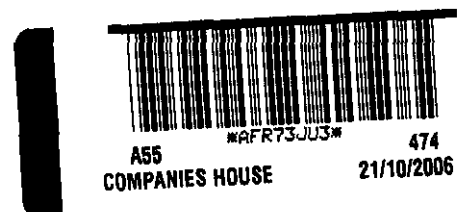


CONNECT INTERACTIVE SERVICES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005
COMPANY NUMBER 3924279 (England and Wales)



CONNECT INTERACTIVE SERVICES LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2005

	2005	2004
Fixed assets		
Tangible assets	354455	24991
Product development	<u>449758</u>	<u>433355</u>
	804213	458346
Current assets		
Debtors	227527	115106
Cash at bank	<u>-</u>	<u>7353</u>
	227527	122459
Creditors		
(amounts falling due within one year)	<u>291013</u>	<u>142344</u>
Net current liabilities	(63486)	(19885)
Total assets less current liabilities	740727	438461
Creditors		
(amounts falling due after more than one year)	(643675)	(270000)
Net assets	<u>£ 97052</u>	<u>£ 168461</u>
Capital and reserves		
Called up share capital	90002	90002
Profit and loss account	<u>7050</u>	<u>78459</u>
Shareholders' funds	<u>£ 97052</u>	<u>£ 168461</u>

In approving these abbreviated accounts as directors of the company we hereby confirm:

- (a) that for the year in question the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;
- (b) the members have not required the company to obtain an audit of the financial statements for the year ended 31 December 2005 in accordance with Section 249B(2) of the Companies Act 1985; and

CONNECT INTERACTIVE SERVICES LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2005 (Continued)

(c) that we acknowledge our responsibilities for;

- (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its loss for the year ended 31 December 2005 in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the provisions of this Act relating to financial statements, so far as applicable to the company.

The abbreviated accounts which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies were approved by the board on 19 October 2006 and signed on its behalf.

JASON CREMINS

) **Director**

The notes on pages 3 to 5 form part of these accounts.

CONNECT INTERACTIVE SERVICES LIMITED
NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005

1 Accounting policies

a) Basis of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Small Entities (effective January 2005).

b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax.

c) Depreciation

Tangible fixed assets are written off on a straight line basis over their useful lives which the directors consider to be between three and five years.

d) Product development

The company has capitalised the development costs of its remote media network software and hardware that it has developed. Development costs are being amortised against remote media revenues generated on the basis of 5% of relevant revenues with a maximum amortisation period of five years.

e) Leasing contracts

Assets obtained under finance leases are capitalised as tangible fixed assets and depreciated at the rates set out above. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such arrangements are included in the Balance Sheet net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and Loss Account so as to produce a constant periodic rate on the net obligation outstanding in each period.

f) Deferred taxation

No provision has been made for deferred taxation as no timing differences are expected between the recognition of gains and losses in the financial statements and their recognition for corporation tax purposes

CONNECT INTERACTIVE SERVICES LIMITED
NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005 (Continued)

2 Ultimate holding company

The company is a wholly owned subsidiary of Remote Media Group Ltd. Consolidated financial statements of the ultimate holding company can be obtained from the Registered Office - Rectory Farm Barns, Walden Road, Little Chesterford CB10 1UD.

3 Fixed assets

	Product develop- ment	Tangible fixed assets
Cost		
At 1 January 2005	433355	82033
Additions	<u>40020</u>	<u>359714</u>
At 31 December 2005	<u>£ 473375</u>	<u>£ 441747</u>
Depreciation		
At 1 January 2005	-	57042
Charge for the year	<u>23617</u>	<u>30250</u>
At 31 December 2005	<u>£ 23617</u>	<u>£ 87292</u>
Net 31 December 2005	<u>£ 449758</u>	<u>£ 354455</u>
Net 31 December 2004	<u>£ 433355</u>	<u>£ 24991</u>

Included in the amounts for tangible fixed assets above are the following amounts relating to assets acquired under finance lease contracts:

Cost	
At 31 December 2005	<u>£ 358452</u>
At 31 December 2004	<u>-</u>
Accumulated depreciation	
At 31 December 2005	<u>£ 9962</u>
At 31 December 2004	<u>-</u>
Depreciation provided during the year	<u>£ 9962</u>

CONNECT INTERACTIVE SERVICES LIMITED
NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005 (Continued)

4 Share capital	2005	2004
Authorised		
1000000 ordinary shares of £1 each	£ <u>1000000</u>	£ <u>1000000</u>
Allotted, issued and fully paid		
90002 ordinary shares of £1 each	£ <u>90002</u>	£ <u>90002</u>

5 Creditors

All creditors are expected to be paid within five years of the balance sheet date.

6 Transactions with related parties

During the year certain directors trading as Connect Interactive provided product development services to Connect Interactive Services Limited. The product development has been capitalised as indicated in Note 1d.

Connect Interactive also provided management services in the year at a value of £87500.

As at 31 December 2005 an interest free loan of £93124 (2004 £69180) provided by Connect Interactive Services Limited to Connect Interactive was outstanding and is included in current assets.