

REGISTRAR'S COPY

CONNECT INTERACTIVE SERVICES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004
COMPANY NUMBER 3924279 (England and Wales)



CONNECT INTERACTIVE SERVICES LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2004

	2004	2003
Fixed assets		
Tangible assets	24991	2000
Product development	<u>433355</u>	<u>231296</u>
	458346	233296
Current assets		
Debtors	115106	82204
Cash at bank and in hand	<u>7353</u>	<u>11022</u>
	122459	93226
Current liabilities		
(amounts falling due within one year)	<u>104183</u>	<u>79643</u>
Net current assets	<u>18276</u>	<u>13583</u>
Total assets less current liabilities	476622	246879
Other creditors	<u>(308161)</u>	<u>(90000)</u>
Net assets	<u>£ 168461</u>	<u>£ 156879</u>
Capital and reserves		
Called up share capital	90002	90002
Profit and loss account	<u>78459</u>	<u>66877</u>
Shareholders' funds	<u>£ 168461</u>	<u>£ 156879</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 2004 in accordance with Section 249B(2) of the Companies Act 1985; and

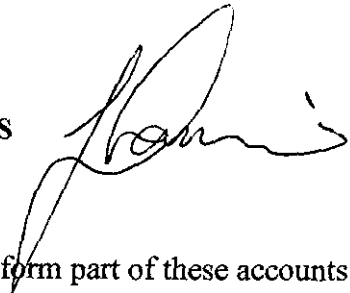
CONNECT INTERACTIVE SERVICES LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2004 (Continued)

(c) that we acknowledge our responsibilities for;

- (i) ensuring that the company keeps accounting records which comply with Section 221, 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 profit for the year ended 31 December 2004 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 July 2005 and signed on its behalf.

JASON CREMINS



) Director

The notes on pages 3 to 4 form part of these accounts.

CONNECT INTERACTIVE SERVICES LIMITED
NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004

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 June 2002).

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 will be amortised against remote media revenues that are expected to be generated from 2005 onwards on the basis of 5% of relevant revenues with a maximum amortisation period of five years.

e) Deferred taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider it more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

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.

CONNECT INTERACTIVE SERVICES LIMITED
NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004 (Continued)

3 Fixed assets

	Tangible fixed assets	Product develop- ment
Cost		
At 1 January 2004	2000	231296
Additions	2425	202059
Transfer from Connect Interactive partnership	77608	-
At 31 December 2004	<u>£ 82033</u>	<u>£ 433355</u>
Depreciation		
At 1 January 2004	-	-
Charge for the year	857	
Transfer from Connect Interactive partnership	56185	-
At 31 December 2004	<u>£ 57042</u>	<u>-</u>
Net 31 December 2004	<u>£ 24991</u>	<u>£ 433355</u>
Net 31 December 2003	<u>£ 2000</u>	<u>£ 231296</u>

The cost of product development as at 1 January 2004 has been restated to include £60000 previously written off as indicated in Note 1d.

4 Share capital

	2004	2003
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. As at 31 December 2004 an interest free loan of £69180 (2003 £59137) provided by Connect Interactive Services Limited to Connect Interactive was outstanding and is included in current assets.

Tangible fixed assets, with a net book value of £21423, were transferred to the company from Connect Interactive on 31 December 2004.