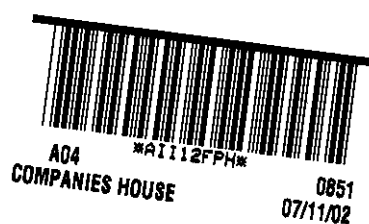


22 Media Limited

Directors' Report & Accounts

Year ended 31 July 2002

Company Registration No. 4042521 (England & Wales)



British Taxpayers
Barclays House
51 Bishopric
Horsham
West Sussex
RH12 1BS

22 Media Limited

Company information

| | |
|--------------------------|---|
| Directors | S R Wright |
| Secretary | British Taxpayers Association Trustees Ltd |
| Company Number | 4042521 |
| Registered Office | Barclays House 51 Bishopric Horsham West Sussex RH12 1BS |
| Accountants | British Taxpayers Barclays House 51 Bishopric Horsham West Sussex RH12 1BS |

22 Media Limited

Contents

| | |
|----------------------------------|-------------|
| Directors' report | 3 |
| Accountants' report | 4 |
| Profit & Loss account | 5 |
| Balance Sheet | 6 |
| Notes to the accounts | 7, 8 |

the following pages do not form part of the Statutory accounts

| | |
|---|-----------|
| Detailed Trading and Profit & Loss account | 9 |
| Corporation Tax Computations | 10 |

22 Media Limited

Directors' Report

Year ended 31 July 2002

The directors present their report for the year ended 31 July 2002.

Directors

The following directors have held office throughout the year:

S R Wright

Principal activities

The principal activity of the company is independent television and radio production.

The profit before taxation is £90,074 and the corporation tax liability is £17,307.84

In view of the Company's increasing reserves, the directors have declared dividends amounting to £80,000.

Directors' interests

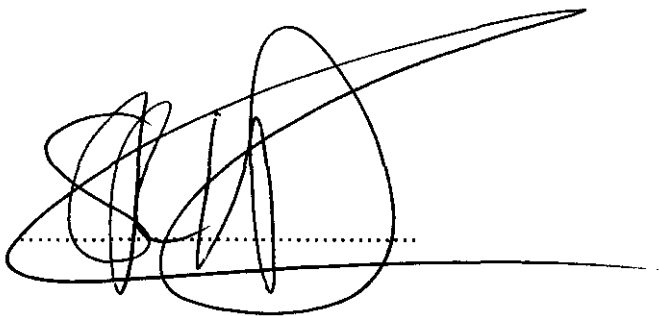
The directors' beneficial interests in the shares of the company were as follows:

| | Ord. £1 shares 31 July 2001 | Ord. £1 shares 31 July 2002 |
|------------|--------------------------------|--------------------------------|
| S R Wright | 2 | 2 |

This report has been prepared in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

S R Wright
Director
Dated:

A large, stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke extending to the right.

22 Media Limited

Accountants' Report to the Directors on the Unaudited Accounts for the year ended 31 July 2002

As detailed on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 July 2002, set out on pages 3 to 8 and you consider that the Company is exempt from an audit. 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.

Smith & Payne?

British Taxpayers

Horsham

Date: 31 October 2002

22 Media Limited

Profit and Loss Account Year ended 31 July 2002

| Notes | 2001 £ | 2002 £ |
|---|----------------|-----------------|
| Turnover | 26,350 | 107,201 |
| Administrative expenses | <u>(7,751)</u> | <u>(17,127)</u> |
| Profit on ordinary activities before taxation | 18,599 | 90,074 |
| Tax on ordinary activities | <u>(2,921)</u> | <u>(17,308)</u> |
| Profit on ordinary activities after taxation | 15,678 | 72,766 |
| Retained profit brought forward | 0 | 11,678 |
| Dividends | <u>(4,000)</u> | <u>(80,000)</u> |
| Retained profit carried forward | <u>11,678</u> | <u>4,444</u> |

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

22 Media Limited

Balance Sheet

As at 31 July 2002

| | Notes | 2001 £ | 2002 £ |
|--|-------|----------------------|---------------------|
| Fixed Assets | | | |
| Equipment | | 0 | 2,068 |
| Current Assets | | | |
| Debtors | 2 | 1,821 | 14,239 |
| Cash at bank and in hand | | <u>18,403</u> | <u>16,389</u> |
| | | 20,224 | 30,628 |
| Creditors: due within one year | | | |
| Creditors | 3 | (4,823) | (9,742) |
| Accruals | 4 | <u>(3,721)</u> | <u>(18,508)</u> |
| | | (8,544) | (28,250) |
| Net Current Assets | | <u>11,680</u> | <u>2,378</u> |
| Total assets less current liabilities | | <u><u>11,680</u></u> | <u><u>4,446</u></u> |
| Capital and reserves | | | |
| Called up share capital | 5 | 2 | 2 |
| Profit & loss account | 6 | <u>11,678</u> | <u>4,444</u> |
| | | <u><u>11,680</u></u> | <u><u>4,446</u></u> |

In preparing these accounts:

(a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by section 249A(1) of the Companies Act 1985;

(b) No notice has been deposited under section 249B(2) of the Companies Act 1985; and

(c) The directors acknowledge their responsibilities for:

(i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and

(ii) preparing accounts 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 or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The accounts were approved by the Board on 31 October 2002

S R Wright
Director

22 Media Limited

Notes to the Accounts Year ended 31 July 2002

1 Accounting policies

1.1 Accounting convention

The accounts are prepared in accordance with applicable accounting standards.

1.2 Turnover

Fees included at amounts receivable.

| 2 | Debtors | 2001 | 2002 |
|---|----------------|--------------|---------------|
| | | £ | £ |
| | Trade debtors | 1,821 | 1,880 |
| | Sundry Debtors | <u>0</u> | <u>12,359</u> |
| | | <u>1,821</u> | <u>14,239</u> |

| 3 | Creditors: amounts due within one year | 2001 | 2002 |
|---|--|--------------|--------------|
| | | £ | £ |
| | Trade creditors | 1,779 | 282 |
| | Director's loan account | 339 | 6,206 |
| | VAT | <u>2,705</u> | <u>3,254</u> |
| | | <u>4,823</u> | <u>9,742</u> |

| 4 | Accruals: amounts due within one year | 2001 | 2002 |
|---|---------------------------------------|--------------|---------------|
| | | £ | £ |
| | Corporation tax | 2,921 | 17,308 |
| | Other accruals | <u>800</u> | <u>1,200</u> |
| | | <u>3,721</u> | <u>18,508</u> |

| 5 | Share capital | 2001 | 2002 |
|---|------------------------|------------|------------|
| | | £ | £ |
| | Authorised 100 Ord. £1 | <u>100</u> | <u>100</u> |
| | Issued 2 Ord. £1 | <u>2</u> | <u>2</u> |

22 Media Limited

Notes to the Accounts Year ended 31 July 2002

| 6 | Movement in reserves | 2001 £ | 2002 £ |
|---|----------------------------------|----------------|-----------------|
| | Profit & loss account | | |
| | opening balance | 0 | 11,678 |
| | profit for year | 15,678 | 72,766 |
| | dividends | <u>(4,000)</u> | <u>(80,000)</u> |
| | closing balance | <u>11,678</u> | <u>4,444</u> |