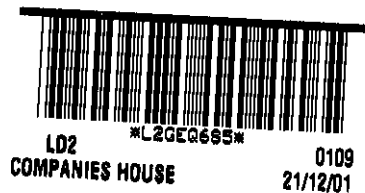


Company No. 450602

Sky Channel Limited

Annual Accounts

For the year ended 30 June 2001



SKY CHANNEL LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2001

The Directors hereby submit their report and the accounts for the year ended 30 June 2001.

The Directors who served during the year were:

P W Stehrenberger (Resigned 31 October 2001)

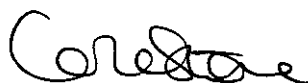
S F Hutson

R M Linford (Appointed 31 October 2001)

Throughout the year none of the Directors had any beneficial interest in the shares of the Company that requires disclosure.

The Company has not traded during the year.

BY ORDER OF THE BOARD



Carla Stone
Secretary

1 Virginia Street
London E98 1XY

19th December 2001

SKY CHANNEL LIMITED

BALANCE SHEET AS AT 30 JUNE 2001

Abbreviated Balance Sheet
as at 30th June 2001

	Notes	2001 £	2000 £
Current Assets			
Debtors		<u>2,000</u>	<u>2,000</u>
Capital and Reserves			
Called up share capital		<u>2,000</u>	<u>2,000</u>
Shareholders Funds		<u>2,000</u>	<u>2,000</u>

NOTES:

In preparing these abbreviated 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 are responsibilities for:
 - xxi) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - xxii) 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 this Act relating to accounts, so far as applicable to the company.

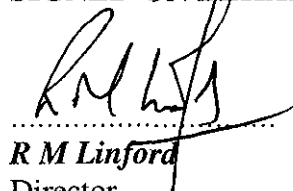
These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The ultimate holding company is The News Corporation Limited, a company incorporated in South Australia.

The company is dormant and has not traded during the year.

The financial statements were approved by the board on 19th December 2001

SIGNED ON BEHALF OF THE BOARD



R M Linford

Director

19th December 2001

Sky Channel Limited

Notes to the Abbreviated Accounts

for the year ended 30th June 2001

1. Accounting Policies

1.1 Accounting Convention

The financial statements are prepared under the historical cost convention.

1.2 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the 6, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

12. Share Capital

	2001	2000
	£	£
Authorised		
2000 Ordinary Shares of £1 each	<u>2000</u>	<u>2000</u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>