



AUDIOPRINT LIMITED

Abbreviated Accounts

31 March 1996



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Chartered Accountants

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AUDITORS' REPORT TO THE DIRECTORS OF AUDIOPRINT LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the financial statements of Audioprint Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of schedule 8 to that Act, in respect of the year ended 31 March 1996, and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

Other information

On 26 November 1996 we reported, as auditors of Audioprint Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1996, and our audit report was follows:

"We have audited the financial statements on pages 5 to 11 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**AUDITORS' REPORT TO THE DIRECTORS OF AUDIOPRINT LIMITED PURSUANT
TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (continued)****Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1996 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

The statement of directors' responsibilities referred to in our audit report on the full financial statements, reproduced above, was as follows:

"Company law requires the directors to prepare financial statements for each financial year 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 the profit or loss of the company for that period. In preparing those financial statements, 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 financial statements 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 to enable them to ensure that the financial statements comply with the Companies Act. 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."

Chartered Accountants and
Registered Auditors

26 November 1996



BALANCE SHEET
31 March 1996

	Note	1996 £	1995 £
FIXED ASSETS			
Tangible assets	1	122,661	142,237
CURRENT ASSETS			
Stocks of raw materials		1,816	1,411
Debtors	2	244,770	343,959
Cash at bank and in hand		177,793	132,202
		424,379	477,572
CREDITORS: amounts falling due within one year	3	124,739	183,401
NET CURRENT ASSETS		299,640	294,171
TOTAL ASSETS LESS CURRENT LIABILITIES		422,301	436,408
PROVISIONS FOR LIABILITIES AND CHARGES		(12,172)	(12,012)
		410,129	424,396
CAPITAL AND RESERVES			
Called up share capital	4	6,000	6,000
Capital redemption reserve		2,000	2,000
Revaluation reserve		11,711	11,804
Profit and loss account		390,418	404,592
EQUITY SHAREHOLDERS' INTERESTS		410,129	424,396

Advantage is taken of the exemptions conferred by Section A of Part III of Schedule 8 of the Companies Act 1985 with respect to the delivery of individual accounts. In the opinion of the directors, the company is entitled to those exemptions on the grounds that it has met the qualifications for a small company specified in Sections 246 and 247 of the Companies Act 1985.

Signed on behalf of the Board of Directors

Director

20 November 1996

**ACCOUNTING POLICIES****31 March 1996**

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements are prepared under the historical cost convention as modified by the revaluation of freehold land and buildings.

Cash flow statement

The company has taken advantage of the exemption for small companies contained in Financial Reporting Standard 1 and has not included a cash flow statement with these financial statements.

Turnover

Turnover is the total amount of sales invoiced by the company excluding value added tax.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Fixed assets and depreciation

No depreciation is provided on freehold land.

Depreciation is calculated to write off the cost or valuation of other fixed assets over their estimated useful lives. The particular rates adopted are as follows:

Freehold buildings	2% per annum straight line
Plant and machinery	10% per annum straight line
Motor vehicles	30% per annum on the written down value

Deferred taxation

Deferred taxation is provided on timing differences, arising from the different treatment of items for accounts and taxation purposes, which are expected to reverse in the future, calculated at rates at which it is estimated that tax will arise.

Pensions

Certain employees of the company are members of a defined benefit pension scheme operated by Cassette & Record Services Limited.

The costs of providing pensions are estimated on the basis of independent actuarial advice and are charged to the profit and loss account over the expected service lives of participating employees.

The accounting policy follows the funding policy except where an actuarial valuation indicates a deficiency or a surplus. Such surpluses or deficiencies are for funding purposes dealt with as advised by the actuary.

The company also operates a defined contribution scheme for senior employees and premiums are charged to the profit and loss account as they are incurred.

NOTES TO THE BALANCE SHEET
31 March 1996

1. TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 1 April 1995 and 31 March 1996	233,181
Depreciation	
At 1 April 1995	90,944
Provided for the year	19,576
At 31 March 1996	110,520
Net book value	
At 31 March 1996	122,661

2. DEBTORS

	1996	1995
	£	£
Debtors include the following amounts that fall due after twelve months:		
Amounts owed by related companies	122,200	130,000

3. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1996	1995
	£	£
Creditors amounts falling due within one year include:		
Amounts owed to related companies	1,834	2,455

4. CALLED UP SHARE CAPITAL

	1996	1995
	£	£
Authorised share capital - £1 shares	10,000	10,000
Allotted and fully paid - £1 shares	6,000	6,000



NOTES TO THE BALANCE SHEET
31 March 1996

5. ADDITIONAL STATUTORY INFORMATION

All the directors except Mr P A Hull are directors of the following companies with which trading transactions were made, on normal commercial terms, as specified below:

	Purchased from £	Recharged or supplied to £
Cassette & Record Services Limited	3,807	68,907
Kempston Graphics Limited	3,669	492

6. CONTINGENT LIABILITIES

The company has a contingent liability to its bankers under a three way guarantee arrangement with Cassette & Record Services Limited and Kempston Graphics Limited for all bank loans and overdrafts. This is backed by a charge on each company's assets. At 31 March 1996 these bank loans and overdrafts amounted to £181,225.