

Col Her.

Company Registration No. 03194214 (England and Wales)

IXION PUBLISHING LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 1999



Berley
Chartered Accountants
76 New Cavendish Street
LONDON W1M 7LB

IXION PUBLISHING LIMITED

COMPANY INFORMATION

Directors	K J Kashif T Kashif M Oates T R Oates
Secretary	M Oates
Company number	03194214
Registered office	8 West Eaton Place London SW1X 8LS
Accountants	Berley Chartered Accountants 76 New Cavendish Street London W1M 7LB
Business address	8 West Eaton Place London SW1X 8LS

IXION PUBLISHING LIMITED

CONTENTS

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 6

IXION PUBLISHING LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 1999

The directors present their report and financial statements for the year ended 30 June 1999.

Principal activities

The principal activity of the company during the year was that of music publishing.

Directors

The following directors have held office since 1 July 1998:

K J Kashif

T Kashif

M Oates

T R Oates

Directors' interests

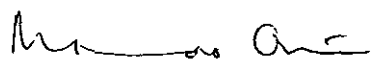
The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary 'A' shares of £1 each	
	30 June 1999	1 July 1998
K J Kashif	-	-
T Kashif	-	1
M Oates	-	-
T R Oates	-	-

	Ordinary 'B' shares of £1 each	
	30 June 1999	1 July 1998
K J Kashif	-	-
T Kashif	-	-
M Oates	-	-
T R Oates	-	-

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

By order of the board



M Oates

Director

7 February 2000

IXION PUBLISHING LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF IXION PUBLISHING LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 June 1999, set out on pages 3 to 6 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.

Berley

Chartered Accountants

London

25 February 2000

.....

IXION PUBLISHING LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 1999

	Notes	1999 £	1998 £
Turnover		21,843	13,355
Administrative expenses		(21,628)	(14,146)
Operating profit/(loss)		<u>215</u>	<u>(791)</u>
Other interest receivable and similar income	2	<u>8</u>	<u>-</u>
Profit/(loss) on ordinary activities before taxation		223	(791)
Tax on profit/(loss) on ordinary activities	3	<u>(46)</u>	<u>-</u>
Profit/(loss) on ordinary activities after taxation	7	<u>177</u>	<u>(791)</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.

IXION PUBLISHING LIMITED

BALANCE SHEET AS AT 30 JUNE 1999

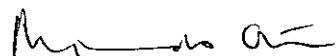
	Notes	1999 £	£	1998 £	£
Current assets					
Debtors	4	12,668		3,223	
Cash at bank and in hand		5,135		889	
		<u>17,803</u>		<u>4,112</u>	
Creditors: amounts falling due within one year	5	<u>(18,415)</u>		<u>(4,901)</u>	
Total assets less current liabilities			<u>(612)</u>		<u>(789)</u>
Capital and reserves					
Called up share capital	6		2		2
Profit and loss account	7		(614)		(791)
Shareholders' funds - equity interests	8		<u>(612)</u>		<u>(789)</u>

In preparing these financial statements:

- (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 this Act relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the Board on 7 February 2000



M Oates
Director

T Kashif
Director



IXION PUBLISHING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention..

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents royalty receivable net of VAT.

2	Other interest receivable and similar income	1999 £	1998 £
	Bank interest	8	-
3	Taxation	1999 £	1998 £
	U.K. current year taxation		
	U.K. corporation tax at 21% (1998 - 0%)	46	-
4	Debtors	1999 £	1998 £
	Other debtors	12,668	3,223
5	Creditors: amounts falling due within one year	1999 £	1998 £
	Taxation and social security	45	471
	Other creditors	18,370	4,430
		18,415	4,901

IXION PUBLISHING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

6	Share capital	1999	1998
		£	£
	Authorised		
	500 Ordinary 'A' shares of £1 each	500	500
	500 Ordinary 'B' shares of £1 each	500	500
		<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	1 Ordinary 'A' shares of £1 each	1	1
	1 Ordinary 'B' shares of £1 each	1	1
		<u>2</u>	<u>2</u>
7	Statement of movements on profit and loss account		
			Profit and loss account £
	Balance at 1 July 1998		(791)
	Retained profit for the year		177
	Balance at 30 June 1999		<u>(614)</u>
8	Reconciliation of movements in shareholders' funds	1999	1998
		£	£
	Profit/(loss) for the financial year	177	(791)
	Opening shareholders' funds	(789)	2
	Closing shareholders' funds	<u>(612)</u>	<u>(789)</u>

9 Related party transactions

During the year, the company received £21,843 (1998- £13,355) as royalty from Eaton Music Limited, which is a holder of 1 Ordinary 'B' share.

The company also paid a royalty of £4,551 (1998- £2,989) to T Kashif, a director and a shareholder, and £6,500 (1998-£3,307) to Gazel Publishing Ltd. The company paid commissions of £9,776 (1998- £5,310) to Eaton Music Limited.

All transactions were carried out on normal commercial terms and on an arm's length basis.