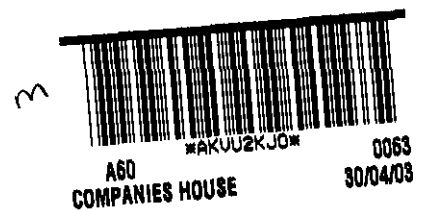


COMPANY REGISTRATION NUMBER 03804007

AREM MEDIA LIMITED
ABBREVIATED FINANCIAL STATEMENTS

30 JUNE 2002



OWENS THOMAS LIMITED

Accountants & Business Advisers & Registered Auditors
25 Cathedral Road
Cardiff
CF11 9TZ

AREM MEDIA LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2002

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AREM MEDIA LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 30 June 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

25 Cathedral Road
Cardiff
CF11 9TZ

29th April 2003
.....

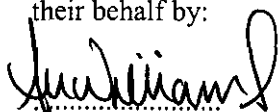
Owens Thomas Limited
OWENS THOMAS LIMITED
Accountants & Business Advisers
& Registered Auditors

AREM MEDIA LIMITED
ABBREVIATED BALANCE SHEET
YEAR ENDED 30 JUNE 2002

	Note	2002 £	2001 £
FIXED ASSETS	2		
Tangible assets		951,548	1,104,941
CURRENT ASSETS			
Stocks		55,027	38,000
Debtors		604,259	597,147
Cash at bank and in hand		16,813	25,632
		676,099	660,779
CREDITORS: Amounts falling due within one year		(853,524)	(809,837)
NET CURRENT LIABILITIES		(177,425)	(149,058)
TOTAL ASSETS LESS CURRENT LIABILITIES		774,123	955,883
CREDITORS: Amounts falling due after more than one year		(650,131)	(857,631)
		123,992	98,252
CAPITAL AND RESERVES			
Called-up equity share capital	3	140,000	140,000
Profit and Loss Account		(16,008)	(41,748)
SHAREHOLDERS' FUNDS		123,992	98,252

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

These financial statements were approved by the directors on the and are signed on their behalf by:


 MR M WILLIAMS

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

AREM MEDIA LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

30 JUNE 2002

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention,, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	3 - 10 years
Fixtures & Fittings	-	5 years
Motor Vehicles	-	4 years

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the Profit and Loss Account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

AREM MEDIA LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

30 JUNE 2002

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 July 2001	1,140,994
Additions	77,195
Disposals	(83,420)
At 30 June 2002	1,134,769
DEPRECIATION	
At 1 July 2001	36,053
Charge for year	147,168
At 30 June 2002	183,221
NET BOOK VALUE	
At 30 June 2002	951,548
At 30 June 2001	1,104,941

3. SHARE CAPITAL

Authorised share capital:

	2002 £	2001 £
500,000 Ordinary shares of £1 each	500,000	500,000
	2002 £	2001 £
Ordinary share capital brought forward	140,000	90
Issue of ordinary shares	—	139,910
	140,000	140,000