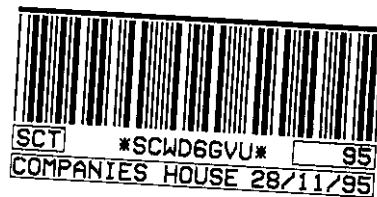


PLAYBACK HD LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 1995

Company Registration Number SC 149585



J. Douglas Pearson and Company
Chartered Accountants
Kingsknowe House
5 Kingsknowe Park
Edinburgh
EH14 2JQ

PLAYBACK HD LIMITED
INDEX TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 1995

Page No.

2	Balance Sheet
3 - 4	Notes to the Abbreviated Accounts

PLAYBACK HD LIMITED
BALANCE SHEET
AS AT 31 MARCH 1995

	Notes	£	1995 £	£	1994 £
FIXED ASSETS					
Tangible assets	2		7,850		-
CURRENT ASSETS					
Stocks		35,558		-	
Debtors		7,204		-	
Cash at bank and in hand		5,556		-	
		<u>48,318</u>		-	
CREDITORS - amounts falling due within one year		(60,771)		-	
NET CURRENT (LIABILITIES)/ASSETS			(12,453)		-
NET (LIABILITIES)/ASSETS			(4,603)		-
Represented by:					
CAPITAL AND RESERVES					
Called up share capital	3		2		-
Profit and loss account			<u>(4,605)</u>		-
SHAREHOLDERS FUNDS			(4,603)		-

The directors have taken advantage of the exemptions conferred on small companies by the Companies Act 1985, Schedule 8, Part III. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the exemptions.

The directors have taken advantage, in the preparation of the accounts, of special exemptions applicable to small companies under section 8 Part I of the Companies Act 1985. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

For the year ended 31 March 1995 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No notice has been deposited under s249B.2 in relation to the accounts for the financial year. The directors acknowledge their responsibility for ensuring that the company keeps accounting records that comply with s221 of the Act and 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 results for the financial year in accordance with the requirements of s226 of the Act, and which otherwise comply with the requirements of this Act relating to accounts so far as applicable to the company.

Approved by the board and signed on their behalf by


.....Director

Dated 15.11.95

The notes on pages 3 and 4 form an integral part of these accounts

PLAYBACK HD LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 1995

1. ACCOUNTING POLICIES

1.1 Accounting conventions

The financial statements are prepared under the historical cost convention.

1.2 Turnover

This represents the invoiced amounts of goods sold and provided, net of value added tax.

1.3 Depreciation of tangible assets

Provision is made for depreciation on all tangible assets at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery:	25%	per annum on reducing balance
Motor vehicles:	25%	per annum on reducing balance

1.4 Work in progress

Work in progress is valued at the lower of cost and net realisable value including appropriate overhead expenses.

1.5 Research and development

Expenditure on research and development is written off as incurred.

1.6 Government grants

Community funding grants from the European Commission have been recognised in the profit and loss account so as to match them with the expenditure to which they are intended to contribute. Grants received have been translated from ECU at the time of receipt, and amounts shown in the balance sheet as receivable, at the exchange rate ruling at the date of the balance sheet.

1.7 Cash flow statement

The directors have taken advantage of the exemptions available to a small company under FRS1 and have not prepared a cash flow statement.

PLAYBACK HD LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 1995

2. TANGIBLE FIXED ASSETS

	Tangible Assets £
Cost:	
At 1 April 1994	-
- Additions	10,746
-	<hr/>
At 31 March 1995	10,746
-	<hr/>
Depreciation:	
At 1 April 1994	-
- Charge for year	2,616
- Disposals	280
-	<hr/>
At 31 March 1995	2,896
-	<hr/>
Net book value at 31 March 1995	7,850
-	<hr/> <hr/>

3. SHARE CAPITAL

	Authorised	Allotted, Issued and fully paid
	£	1995 £
Ordinary shares of £1 each	100	2
	<hr/> <hr/>	<hr/> <hr/>