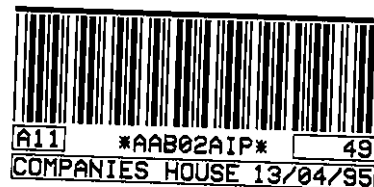


JEWEL MUSIC PUBLISHING COMPANY LIMITED

FINANCIAL ACCOUNTS FOR THE
YEAR ENDED 30 JUNE 1994

DODD HARRIS
CHARTERED ACCOUNTANTS



COMPANY REGISTERED NUMBER 611708

JEWEL MUSIC PUBLISHING COMPANY LIMITED

FINANCIAL STATEMENTS

for the year ended 30 June 1994

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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JEWEL MUSIC PUBLISHING COMPANY LIMITED

DIRECTORS' REPORT

for the year ended 30 June 1994

The directors present their report and the audited financial statements for the year ended 30 June 1994.

Principal activity

The principal activity of the company continued to be music publishers and consultants.

Directors

The directors of the company during the year and their beneficial interests in the company's issued ordinary share capital were as follows:-

	30 June 1994 Ordinary shares	1 July 1993 Ordinary shares
M Chess (appointed 6.5.94)	12 A	12 A
G Goodman (resigned 6.5.94)	-	-
H Goodman	12 A	12 A
J Hammond	-	-
B W Hitchens	-	-

Auditors

The auditors Dodd Harris, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

Small company exemptions

This report has been prepared taking advantage of special exemptions applicable to small companies and was approved by the board on 24 March 1995 and signed on its behalf.

M Chess



JEWEL MUSIC PUBLISHING COMPANY LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing those financial statements we are required to:

- select suitable accounting policies and 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.

We 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 1985. We 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.

24 March 1995

By order of the board

JEWEL MUSIC PUBLISHING COMPANY LIMITED**Auditors' report to the shareholders of****Jewel Music Publishing Company Limited**

We have audited the financial statements on pages 4 to 8 which have been prepared under the accounting policies set out on page 6.

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.

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 error or other irregularity. 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 30 June 1994 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Dodd Harris
Registered Auditors And
Chartered Accountants
35/37 Brent Street
London NW4 2EF

24 March 1995

Dodd Harris

JEWEL MUSIC PUBLISHING COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 30 June 1994

	Notes	1994 £	1993 £
Turnover	2	477,863	333,727
Cost of sales		(239,433)	(165,021)
Gross profit		238,430	168,706
Net operating expenses			
Administrative expenses		(51,233)	(36,902)
Other operating income		10,988	13,356
Profit on ordinary activities before taxation		198,185	145,160
Taxation	4	(49,547)	(36,290)
Profit on ordinary activities after taxation		148,638	108,870
Dividends	5	(150,000)	(110,000)
Retained loss for the year	9	(1,362)	(1,130)

Movements in reserves are shown in note 9.

There are no recognised gains and losses in 1994 or 1993 other than the loss for the year.

The notes on pages 6 to 8 form part of these financial statements.

JEWEL MUSIC PUBLISHING COMPANY LIMITED

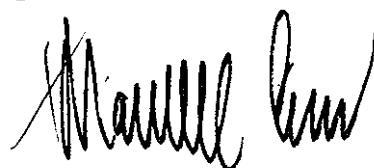
BALANCE SHEET

as at 30 June 1994

	Notes	£	1994 £	£	1993 £
Current assets					
Debtors	6	152,039		143,297	
Cash at bank and in hand		264,910		236,465	
		416,949		379,762	
Creditors: amounts falling due within one year	7	(386,729)		(348,180)	
Net current assets			30,220		31,582
Total assets less current liabilities			30,220		31,582
Capital and reserves					
Called up share capital	8		100		100
Profit and loss account	9		30,120		31,482
Shareholders' funds - all equity	10		30,220		31,582

The directors have taken advantage in the preparation of these financial statements, of special exemptions applicable to small companies under Schedule 8 Part 1 of the Companies Act 1985 on the grounds that, in the opinion of the directors, the company qualifies as a small company and is entitled to make use of the special exemptions. The financial statements were approved by the board on 24 March 1995 and signed on its behalf.

M Chess
Director



The notes on pages 6 to 8 form part of these financial statements.

JEWEL MUSIC PUBLISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 1994

1 Accounting policies

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost accounting convention and include the results of the company's operations which are described in the Directors Report and are continuing.

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

Turnover

The turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax.

U.K. mechanical and performing fees are accounted for on an accruals basis. All other income is accounted for on a cash basis.

2 Turnover

In the opinion of the directors, 2% of the turnover of the company is attributable to geographical markets outside the UK. (1993 1%)

3 Operating profit

	1994 £	1993 £
Operating profit is stated after crediting		
Interest receivable	10,988	13,356
and after charging		
Auditors' remuneration	2,950	2,800

4 Taxation

	1994 £	1993 £
UK Corporation tax on profit on ordinary activities at 25% (1993 25%)	49,547	36,290

JEWEL MUSIC PUBLISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 1994

5 Dividends on ordinary shares

	1994 £	1993 £
Interim	50,000	-
Final	100,000	110,000
	<u>150,000</u>	<u>110,000</u>

6 Debtors:

	1994 £	1993 £
Amounts falling due within one year		
Trade debtors	122,059	109,037
Other debtors	1,881	2,325
	<u>123,940</u>	<u>111,362</u>
Amounts falling due after more than one year		
Advance corporation tax	28,099	31,935
	<u>152,039</u>	<u>143,297</u>

7 Creditors: amounts falling due within one year

	1994 £	1993 £
Trade creditors	201,106	158,283
Corporation tax	31,193	38,225
Other creditors	154,430	151,672
	<u>386,729</u>	<u>348,180</u>

Included within other creditors is an amount of £16,290 (1993 - £12,388) relating to social security and other taxes.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 1994

8 Called up share capital

	1994		1993	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary A shares	50	50	50	50
Ordinary B shares	50	50	50	50
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted, called up and fully paid				
Ordinary A shares	50	50	50	50
Ordinary B shares	50	50	50	50
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

9 Profit and loss account

	1994 £
1 July 1993	31,482
Retained profit for the year	<u>(1,362)</u>
30 June 1994	<u>30,120</u>

10 Movements on shareholders' funds

	1994 £	1993 £
Profit for the financial year	148,638	108,870
Dividends	<u>(150,000)</u>	<u>(110,000)</u>
Net subtraction from shareholders' funds	(1,362)	(1,130)
Opening shareholders' funds	<u>31,582</u>	<u>32,712</u>
Closing shareholders' funds	<u>30,220</u>	<u>31,582</u>