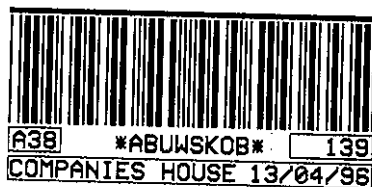


JEWEL MUSIC PUBLISHING COMPANY LIMITED

FINANCIAL STATEMENTS FOR THE
YEAR ENDED 30 JUNE 1995

DODD HARRIS
CHARTERED ACCOUNTANTS



COMPANY REGISTERED NUMBER 611708

JEWEL MUSIC PUBLISHING COMPANY LIMITED

FINANCIAL STATEMENTS

for the year ended 30 June 1995

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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 1995

The directors present their report and the audited financial statements for the year ended 30 June 1995.

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:-

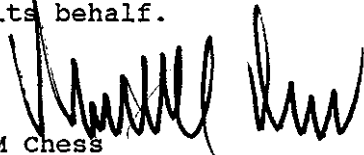
	30 June 1995 Ordinary shares	1 July 1994 Ordinary shares
M Chess	12 A	12 A
H Goodman (resigned 14.7.1994)	-	12 A
Mrs C Goodman (appointed 14.7.1994)	12 A	-
J Hammond	-	-
B W Hitchens	-	-

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 8 March 1996 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.

8 March 1996

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

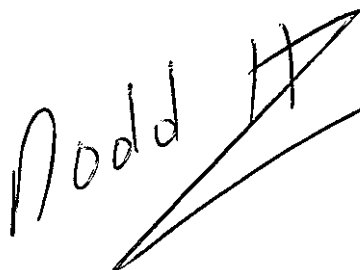
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 1995 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

A handwritten signature in dark ink, appearing to read 'Dodd Harris', is written over a diagonal line that extends from the bottom left towards the top right of the page.

8 March 1996

JEWEL MUSIC PUBLISHING COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 30 June 1995

	Notes	1995 £	1994 £
Turnover	2	488,749	477,863
Cost of sales		(244,045)	(239,433)
Gross profit		244,704	238,430
Net operating expenses			
Administrative expenses		(52,523)	(51,233)
Interest receivable		12,458	10,988
Profit on ordinary activities before taxation		204,639	198,185
Taxation	4	(51,160)	(49,546)
Profit on ordinary activities after taxation		153,479	148,639
Dividends	5	(180,000)	(150,000)
Retained loss for the year	9	(26,521)	(1,361)

Movements in reserves are shown in note 9.

There are no recognised gains and losses in 1995 or 1994 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

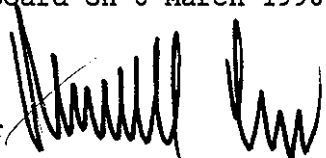
BALANCE SHEET

as at 30 June 1995

	Notes	1995 £	1994 £
Current assets			
Debtors	6	159,603	152,039
Cash at bank and in hand		377,018	264,910
		<u>536,621</u>	<u>416,949</u>
Creditors: amounts falling due within one year	7	(532,922)	(386,729)
Net current assets		<u>3,699</u>	<u>30,220</u>
Total assets less current liabilities		<u>3,699</u>	<u>30,220</u>
Capital and reserves			
Called up share capital	8	100	100
Profit and loss account	9	3,599	30,120
Shareholders' funds - all equity	10	<u>3,699</u>	<u>30,220</u>

In preparing these financial statements, advantage has been taken of special exemptions applicable to small companies provided by Part 1 of Schedule 8 to the Companies Act 1985. In the opinion of the directors, the company is entitled to those exemptions on the grounds that it satisfies the small company criteria set out in sections 246 and 247 of that Act. The financial statements were approved by the board on 8 March 1996 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 1995

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 preforming 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. (1994 - 2%)

3 Operating profit

	1995 £	1994 £
Operating profit is stated after charging:		
Auditors' remuneration	3,100	2,950

4 Taxation

	1995 £	1994 £
UK Corporation tax on profit on ordinary activities at 25% (1994 - 25%)	51,160	49,546

JEWEL MUSIC PUBLISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 1995

5 Dividends

	1995 £	1994 £
Interim	-	50,000
Final (£1,800 per ordinary share)	180,000	100,000
	<u>180,000</u>	<u>150,000</u>

6 Debtors: amounts falling due within one year

	1995 £	1994 £
Trade debtors	112,489	122,059
Other debtors	2,114	1,881
	<u>114,603</u>	<u>123,940</u>
Amounts falling due after more than one year		
Advance corporation tax	45,000	28,099
	<u>159,603</u>	<u>152,039</u>

7 Creditors: amounts falling due within one year

	1995 £	1994 £
Trade creditors	226,098	201,106
Corporation tax	68,061	31,193
Other creditors	238,763	154,430
	<u>532,922</u>	<u>386,729</u>

Included within other creditors is an amount of £15,975 (1994 -£12,388) relating to social security and other taxes.

JEWEL MUSIC PUBLISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 1995

8 Called up share capital

	1995		1994	
	Number of shares	£	Number of shares	£
Authorised				
A Shares	50	50	50	50
B Shares	50	50	50	50
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
A Shares	50	50	50	50
B Shares	50	50	50	50
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

9 Profit and loss account

	1995 £
1 July 1994	30,120
Retained profit for the year	<u>(26,521)</u>
30 June 1995	<u>3,599</u>

10 Movements on shareholders' funds

	1995 £	1994 £
Profit for the financial year	153,479	148,639
Dividends	<u>(180,000)</u>	<u>(150,000)</u>
Net subtraction from shareholders' funds	(26,521)	(1,361)
Opening shareholders' funds	<u>30,220</u>	<u>31,581</u>
Closing shareholders' funds	<u>3,699</u>	<u>30,220</u>