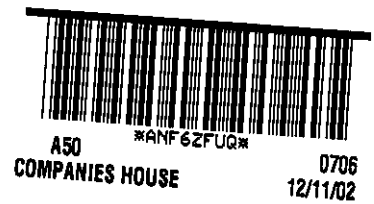


Registration number 2064310

Mediability Limited
Abbreviated accounts
for the year ended 31 March 2002



Barlow Andrews
Chartered Accountants
Bolton

Mediability Limited

Contents

	Page
Director's report	1
Auditors' report	2
Abbreviated profit and loss account	3
Abbreviated balance sheet	4
Cash flow statement	5
Notes to the financial statements	6 - 12

Mediability Limited

Director's report for the year ended 31 March 2002

The director presents his report and the accounts for the year ended 31 March 2002.

Principal activity and review of the business

The principal activity of the company is that of an advertising agency.

Business Review

The company's balance sheet as detailed on page 4 shows a satisfactory position, with shareholders funds amounting to £504,739. The company is expecting to maintain its current level of profitability throughout the next financial year.

Results and dividends

The results for the year are set out on page 3. An ordinary dividend amounting to £250,000 has been paid during the year. It is not proposed to pay a final dividend.

Director and his interest

The director holding office during the year was Mr A Grundy and, together with his family, he held all of the shares in the Company at the beginning and the end of the year.

Director's responsibilities

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the director is 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.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

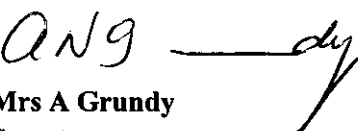
Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Barlow Andrews be reappointed as auditors of the company will be put to the Annual General Meeting.

The director recommends that Barlow Andrews remain in office until further notice.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

This report was approved by the Board on 9 May 2002 and signed on its behalf by


Mrs A Grundy
Secretary

**Auditors' report to Mediability Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 3 to 12 together with the financial statements of Mediability Limited for the year ended 31 March 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of director and auditors

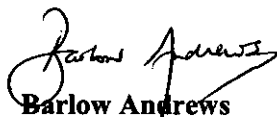
The director is responsible for preparing abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the year ended 31 March 2002, and the abbreviated accounts on pages 3 to 12 are properly prepared in accordance with that provision.



**Barlow Andrews
Chartered Accountants and
Registered Auditors
Carlyle House
78 Chorley New Road
Bolton**

9 May 2002

Mediability Limited

Abbreviated profit and loss account for the year ended 31 March 2002

		2002	2001
	Notes	£	£
Gross profit		1,152,407	989,938
Administrative expenses		(610,436)	(614,995)
Operating profit	3	541,971	374,943
Other interest receivable and similar income		78,162	64,155
Interest payable and similar charges	5	-	(202)
Profit on ordinary activities before taxation		620,133	438,896
Tax on profit on ordinary activities	7	(160,581)	(112,004)
Profit on ordinary activities after taxation		459,552	326,892
Dividends	8	(250,000)	(150,000)
Retained profit for the year		209,552	176,892
Retained profit brought forward		285,187	108,295
Retained profit carried forward		<u>494,739</u>	<u>285,187</u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 12 form an integral part of these financial statements.

Mediability Limited

**Abbreviated balance sheet
as at 31 March 2002**

		2002		2001	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	9		81,577		79,602
Current assets					
Debtors	10	1,996,183		1,840,601	
Cash at bank and in hand		1,060,117		421,580	
		<u>3,056,300</u>		<u>2,262,181</u>	
Creditors: amounts falling due within one year	11	<u>(2,630,637)</u>		<u>(2,046,596)</u>	
Net current assets			<u>425,663</u>		<u>215,585</u>
Total assets less current liabilities			507,240		295,187
Provisions for liabilities and charges	12		<u>(2,501)</u>		<u>-</u>
Net assets			<u>504,739</u>		<u>295,187</u>
Capital and reserves					
Called up share capital	14		10,000		10,000
Profit and loss account			<u>494,739</u>		<u>285,187</u>
Equity shareholders' funds	15		<u>504,739</u>		<u>295,187</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies .

The abbreviated accounts were approved by the Board on 9 May 2002 and signed on its behalf by



Mr A Grundy
Director

The notes on pages 6 to 12 form an integral part of these financial statements.

Mediability Limited

Cash flow statement for the year ended 31 March 2002

	Notes	2002 £	2001 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		541,971	374,943
Depreciation		18,874	32,567
(Increase) in debtors		(155,582)	(234,433)
Increase in creditors		534,927	266,776
Net cash inflow from operating activities		<u>940,190</u>	<u>439,853</u>
Cash flow statement			
Net cash inflow from operating activities		940,190	439,853
Returns on investments and servicing of finance	18	78,162	63,953
Taxation	18	(108,965)	(74,997)
Capital expenditure	18	(20,850)	(44,624)
		888,537	384,185
Equity dividends paid		(250,000)	(245,000)
Increase in cash in the year		<u>638,537</u>	<u>139,185</u>
Reconciliation of net cash flow to movement in net funds (Note 19)			
Increase in cash in the year		638,537	139,185
Net funds at 1 April 2001		421,580	282,395
Net funds at 31 March 2002		<u>1,060,117</u>	<u>421,580</u>

Mediability Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention .

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	- 20% Straight Line
Motor vehicles	- 25% Straight Line

1.4. Deferred taxation

Provision is made for deferred taxation for liabilities that will possibly crystallise in the future, using the liability method.

2. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

3. Operating profit

	2002	2001
	£	£
Depreciation and other amounts written off tangible assets	28,857	30,567
Auditors' remuneration	5,200	4,000
Auditors' remuneration from non-audit work and after crediting:	22,603	22,686
Profit/(Loss) on disposal of tangible fixed assets	9,983	(2,000)
Profit on foreign currencies	123	-
	<u> </u>	<u> </u>

4. Interest receivable and similar income

	2002	2001
	£	£
Bank interest	78,162	64,155
	<u> </u>	<u> </u>

5. Interest payable and similar charges

	2002	2001
	£	£
On bank loans and overdrafts	-	202
	<u> </u>	<u> </u>

**Notes to the abbreviated financial statements
for the year ended 31 March 2002**

Number of employees

2002	2001
------	------

8

2002	2001
-------------	-------------

£

396,632 405,566

41,350	41,350
--------	--------

446,916

2002	2001
-------------	-------------

£

209,372

242,710

Mediability Limited

**Notes to the abbreviated financial statements
for the year ended 31 March 2002**

7. Taxation	2002	2001
	£	£
UK current year taxation		
UK corporation tax at 26.26% (2001 - 24.15%)	157,751	108,637
Prior year UK corporation tax	329	3,367
	<u>158,080</u>	<u>112,004</u>
 Transfer to deferred taxation	 2,501	 -
	<u>160,581</u>	<u>112,004</u>
 Factors affecting tax charge for the year		
	2002	2001
Profit on ordinary activities before taxation	<u>620,133</u>	<u>438,896</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK at 26% (31 March 2001 - 24%)	162,835	103,393
 Effects of:		
Expenses not deductible for tax purposes	4,336	1,981
Depreciation for the year in excess of capital allowances	(9,420)	-
Capital allowances in excess of depreciation	-	3,263
Adjustments to tax charge in respect of previous periods	329	3,367
Corporation tax charge for period	<u>158,080</u>	<u>112,004</u>
 8. Dividends	2002	2001
	£	£
Dividends on equity shares:		
Ordinary shares - interim paid	<u>250,000</u>	<u>150,000</u>

Mediability Limited

**Notes to the abbreviated financial statements
for the year ended 31 March 2002**

9. Tangible fixed assets	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost			
At 1 April 2001	63,821	115,103	178,924
Additions	33,245	-	33,245
Disposals	(28,390)	(30,953)	(59,343)
At 31 March 2002	<u>68,676</u>	<u>84,150</u>	<u>152,826</u>
Depreciation			
At 1 April 2001	45,674	53,648	99,322
On disposals	(27,261)	(29,669)	(56,930)
Charge for the year	11,057	17,800	28,857
At 31 March 2002	<u>29,470</u>	<u>41,779</u>	<u>71,249</u>
Net book values			
At 31 March 2002	<u>39,206</u>	<u>42,371</u>	<u>81,577</u>
At 31 March 2001	<u>18,147</u>	<u>61,455</u>	<u>79,602</u>

10. Debtors	2002 £	2001 £
Trade debtors	1,677,447	1,453,397
Other debtors	262,690	363,323
Prepayments and accrued income	56,046	23,881
	<u>1,996,183</u>	<u>1,840,601</u>

11. Creditors: amounts falling due within one year	2002 £	2001 £
Trade creditors	1,635,569	1,536,396
Corporation tax	157,751	108,637
Other taxes and social security costs	20,445	35,837
Accruals and deferred income	816,872	365,726
	<u>2,630,637</u>	<u>2,046,596</u>

Mediability Limited

**Notes to the abbreviated financial statements
for the year ended 31 March 2002**

12 Provisions for liabilities and charges

	Deferred taxation (Note 13) £	Total £
Movements in the year	2,501	2,501
At 31 March 2002	<u>2,501</u>	<u>2,501</u>

13. Deferred taxation

Deferred tax is analysed over the following timing differences:

	2002 £	2001 £
Accelerated capital allowances	<u>2,501</u>	<u>-</u>

Movements on the provision for deferred taxation are:

	2002 £	2001 £
At 1 April 2001	-	-
Transferred from profit and loss account	<u>2,501</u>	<u>-</u>
At 31 March 2002	<u>2,501</u>	<u>-</u>

Mediability Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

14. Share capital	2002	2001
	£	£
Authorised equity		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid equity		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
15. Reconciliation of movements in shareholders' funds	2002	2001
	£	£
Profit for the year	459,552	326,892
Dividends	<u>(250,000)</u>	<u>(150,000)</u>
	209,552	176,892
Opening shareholders' funds	<u>295,187</u>	<u>118,295</u>
Closing shareholders' funds	<u>504,739</u>	<u>295,187</u>

16. Transactions with director

The following director had interest free loans during the year. The movements on these loans are as follows:

	Amount owing		Maximum
	2002	2001	in year
	£	£	£
Mr A Grundy	<u>1,087</u>	<u>1,583</u>	<u>1,583</u>

17. Controlling interest

The company is controlled by Mr A Grundy.

Mediability Limited

**Notes to the abbreviated financial statements
for the year ended 31 March 2002**

18. Gross cash flows

	2002	2001
	£	£
Returns on investments and servicing of finance		
Interest received	78,162	64,155
Interest paid	-	(202)
	<u>78,162</u>	<u>63,953</u>
Taxation		
Corporation tax paid	<u>(108,965)</u>	<u>(74,997)</u>
Capital expenditure		
Payments to acquire tangible assets	(33,245)	(64,624)
Receipts from sales of tangible assets	<u>12,395</u>	<u>20,000</u>
	<u>(20,850)</u>	<u>(44,624)</u>

19. Analysis of changes in net funds

	Opening balance	Cash flows	Closing balance
	£	£	£
Cash at bank and in hand	<u>421,580</u>	<u>638,537</u>	<u>1,060,117</u>
Net funds	<u>421,580</u>	<u>638,537</u>	<u>1,060,117</u>