

INSIGHT MOVING IMAGES LTD
FINANCIAL STATEMENTS
FOR
30TH JUNE 2001

Company Registration Number 3586821



MAXWELLS
Chartered Accountants
in association with Bailey, Page & Roper
93 Banks Road
West Kirby
Wirral
CH48 0RB

INSIGHT MOVING IMAGES LTD

FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2001

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INSIGHT MOVING IMAGES LTD**THE DIRECTORS' REPORT****YEAR ENDED 30TH JUNE 2001**

The directors present their report and the unaudited financial statements of the company for the year ended 30th June 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the production of videos for marketing, training and associated activities.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 30 June 2001	At 1 July 2000
K.T. Newman	50	50
L.J. Roberts	<u>50</u>	<u>50</u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
56 - 60 Woodside Business Park
Shore Road
Birkenhead
CH41 1EL

Signed by order of the directors


MS LISA J ROBERTS
Company Secretary

Approved by the directors on ...29/4/02.

INSIGHT MOVING IMAGES LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30TH JUNE 2001

	Note	2001 £	2000 £
TURNOVER		76,022	121,052
Cost of sales		<u>13,516</u>	<u>15,721</u>
GROSS PROFIT		62,506	105,331
Distribution costs		3,606	2,536
Administrative expenses		82,244	93,270
Other operating income		<u>(3,150)</u>	<u>-</u>
OPERATING (LOSS)/PROFIT	2	(20,194)	9,525
Interest payable		<u>9</u>	<u>-</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(20,203)	9,525
Tax on (loss)/profit on ordinary activities	3	<u>-</u>	<u>-</u>
(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR		(20,203)	9,525
Balance brought forward		<u>(2,670)</u>	<u>(12,195)</u>
Balance carried forward		<u>(22,873)</u>	<u>(2,670)</u>

INSIGHT MOVING IMAGES LTD**BALANCE SHEET****30TH JUNE 2001**

	Note	2001		2000	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		8,105		11,423
CURRENT ASSETS					
Stocks		1,355		2,200	
Debtors	5	5,197		17,039	
Cash at bank		<u>1,375</u>		<u>2,062</u>	
		7,927		21,301	
CREDITORS: Amounts falling due within one year	6	<u>(28,805)</u>		<u>(27,794)</u>	
NET CURRENT LIABILITIES			<u>(20,878)</u>		<u>(6,493)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(12,773)</u>		<u>4,930</u>
CREDITORS: Amounts falling due after more than one year	7		<u>(10,000)</u>		<u>(7,500)</u>
			<u>(22,773)</u>		<u>(2,570)</u>

The balance sheet continues on the following page.

The notes on pages 5 to 7 form part of these financial statements.

INSIGHT MOVING IMAGES LTD**BALANCE SHEET** *(continued)***30TH JUNE 2001**

	Note	2001 £	2000 £
CAPITAL AND RESERVES			
Called-up equity share capital	9	100	100
Profit and Loss Account		<u>(22,873)</u>	<u>(2,670)</u>
DEFICIENCY		<u><u>(22,773)</u></u>	<u><u>(2,570)</u></u>

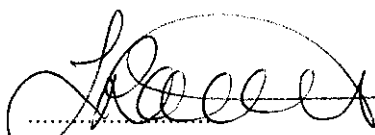
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 29/4/02, and are signed on their behalf by:



 L.J. ROBERTS

INSIGHT MOVING IMAGES LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH JUNE 2001****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 March 2000).

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:

Fixtures & Fittings	- 25%
Equipment	- 20%

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.

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging/(crediting):

	2001	2000
	£	£
Directors' emoluments	24,700	22,080
Depreciation	<u>4,054</u>	<u>3,907</u>

3. TAX ON PROFIT OR LOSS ON ORDINARY ACTIVITIES

There is no corporation tax for the year due to losses incurred.

INSIGHT MOVING IMAGES LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH JUNE 2001****4. TANGIBLE FIXED ASSETS**

	Fixtures & Fittings £	Equipment £	Total £
COST			
At 1st July 2000	1,998	17,044	19,042
Additions	-	736	736
At 30th June 2001	1,998	17,780	19,778
DEPRECIATION			
At 1st July 2000	996	6,623	7,619
Charge for the year	498	3,556	4,054
At 30th June 2001	1,494	10,179	11,673
NET BOOK VALUE			
At 30th June 2001	504	7,601	8,105
At 30th June 2000	1,002	10,421	11,423

Hire purchase agreements

Included within the net book value of £8,105 is £Nil (2000 - £613) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £Nil (2000 - £153).

5. DEBTORS

	2001 £	2000 £
Trade debtors	4,462	12,656
Prepayments and accrued income	735	4,383
	5,197	17,039

6. CREDITORS: Amounts falling due within one year

	2001 £	2000 £
Trade creditors	662	903
Hire purchase agreements	-	781
Other creditors including taxation:		
PAYE and social security	5,229	1,224
VAT	1,747	3,098
Other creditors	18,823	18,823
	25,799	23,145
Accruals and deferred income	2,344	2,965
	28,805	27,794

Included in other creditors are amounts due to directors of £18822 comprising K T Newman and L J Roberts of £14949 and £3873 respectively.

INSIGHT MOVING IMAGES LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH JUNE 2001****7. CREDITORS: Amounts falling due after more than one year**

	2001	2000
	£	£
Other creditors	<u>10,000</u>	<u>7,500</u>

8. RELATED PARTY TRANSACTIONS

The company was under the control of Mr KT Newman and Miss LJ Roberts throughout the current period. Mr KT Newman and Miss LJ Roberts are the managing directors and controlling shareholders.

The directors each have a 50% share in Souvenir Video a UK Partnership. The Partnership has made loans of £3500 to the Company which are outstanding at the year end and do not attract interest. The Company sublets part of their premises to Souvenir Video who have paid £3150 during the year. Sales by the Company to Souvenir Video total £1938.84 for the year.

9. SHARE CAPITAL**Authorised share capital:**

	2001	2000
	£	£
1,000 Ordinary shares of £1.00 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2001	2000
	£	£
Ordinary share capital	<u>100</u>	<u>100</u>