

INSIGHT MOVING IMAGES LTD
FINANCIAL STATEMENTS
FOR
30TH JUNE 2002

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 2002

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INSIGHT MOVING IMAGES LTD**THE DIRECTORS' REPORT****YEAR ENDED 30TH JUNE 2002**

The directors present their report and the unaudited financial statements of the company for the year ended 30th June 2002.

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:

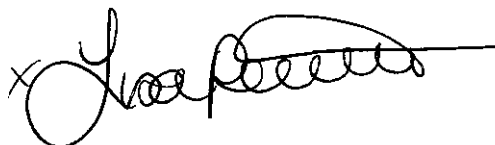
	Ordinary Shares of £1 each	
	At	At
	30 June 2002	1 July 2001
K.T. Newman	50	50
L.J. Roberts	<u>50</u>	<u>50</u>

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:
336A Woodchurch Road
Prenton
Wirral
CH42 8PQ

Signed by order of the directors



MS LISA J ROBERTS
Company Secretary

Approved by the directors on X 28/4/03

INSIGHT MOVING IMAGES LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30TH JUNE 2002

	Note	2002 £	2001 £
TURNOVER		80,971	76,022
Cost of sales		<u>18,354</u>	<u>13,516</u>
GROSS PROFIT		62,617	62,506
Distribution costs		2,770	3,606
Administrative expenses		59,280	82,244
Other operating income		<u>(1,040)</u>	<u>(3,150)</u>
OPERATING PROFIT/(LOSS)	2	1,607	(20,194)
Interest payable		11	9
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		1,596	(20,203)
Tax on profit/(loss) on ordinary activities	3	—	—
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		1,596	(20,203)
Balance brought forward		<u>(22,872)</u>	<u>(2,669)</u>
Balance carried forward		<u>(21,276)</u>	<u>(22,872)</u>

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

INSIGHT MOVING IMAGES LTD**BALANCE SHEET****30TH JUNE 2002**

	Note	2002 £	£	2001 £	£
FIXED ASSETS					
Tangible assets	4		5,245		8,105
CURRENT ASSETS					
Stocks		1,070		1,355	
Debtors	5	1,575		5,197	
Cash at bank		274		1,375	
		<u>2,919</u>		<u>7,927</u>	
CREDITORS: Amounts falling due within one year	6	<u>23,538</u>		<u>28,804</u>	
NET CURRENT LIABILITIES			<u>(20,619)</u>		<u>(20,877)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(15,374)</u>		<u>(12,772)</u>
CREDITORS: Amounts falling due after more than one year	7		<u>5,802</u>		<u>10,000</u>
			<u>(21,176)</u>		<u>(22,772)</u>
	Note	2002 £		2001 £	
CAPITAL AND RESERVES					
Called-up equity share capital	9	100		100	
Profit and Loss Account		<u>(21,276)</u>		<u>(22,872)</u>	
DEFICIENCY			<u>(21,176)</u>		<u>(22,772)</u>

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

INSIGHT MOVING IMAGES LTD**BALANCE SHEET** *(continued)***30TH JUNE 2002**

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 accounts 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 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 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 ~~28~~28/4/03 and are signed on their behalf by:



L.J. ROBERTS

INSIGHT MOVING IMAGES LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH JUNE 2002****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 2002).

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.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

2. OPERATING PROFIT/(LOSS)

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

	2002	2001
	£	£
Directors' emoluments	20,280	24,700
Depreciation	<u>4,359</u>	<u>4,054</u>

3. TAX ON PROFIT OR (LOSS) ON ORDINARY ACTIVITIES

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

INSIGHT MOVING IMAGES LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2002

4. TANGIBLE FIXED ASSETS

	Fixtures & Fittings £	Equipment £	Total £
COST			
At 1st July 2001	1,998	17,780	19,778
Additions	—	1,499	1,499
At 30th June 2002	<u>1,998</u>	<u>19,279</u>	<u>21,277</u>
DEPRECIATION			
At 1st July 2001	1,494	10,179	11,673
Charge for the year	503	3,856	4,359
At 30th June 2002	<u>1,997</u>	<u>14,035</u>	<u>16,032</u>
NET BOOK VALUE			
At 30th June 2002	<u>1</u>	<u>5,244</u>	<u>5,245</u>
At 30th June 2001	<u>504</u>	<u>7,601</u>	<u>8,105</u>

5. DEBTORS

	2002 £	2001 £
Trade debtors	1,247	4,462
Prepayments and accrued income	328	735
	<u>1,575</u>	<u>5,197</u>

6. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Trade creditors	2,225	661
Other creditors including taxation and social security:		
PAYE and social security	2,351	5,229
VAT	1,787	1,747
Directors current accounts	14,001	18,823
Accruals and deferred income	<u>3,174</u>	<u>2,344</u>
	<u>21,313</u>	<u>28,143</u>
	<u>23,538</u>	<u>28,804</u>

Included in other creditors are amounts due to directors of £14,001 comprising K T Newman and L J Roberts of £12,538 and £1,463 respectively.

7. CREDITORS: Amounts falling due after more than one year

	2002 £	2001 £
Other creditors	<u>5,802</u>	<u>10,000</u>

INSIGHT MOVING IMAGES LTD**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH JUNE 2002****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. In other creditors is an amount of £5,200 that relates to loans made to the Company by family members of both directors.

The directors each had a 50% share in Souvenir Video, a UK Partnership, until 31 December 2001. The loan which the partnership had made to the Company of £3,500 was repaid and nothing is outstanding at year end. The Company sublet part of their premises to Souvenir Video who, during the period under review, paid £1,050.

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

	2002	2001
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2002		2001
	No	£	No
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>

10. GOING CONCERN

With continuing support and funds provided by directors and related parties, the directors are of the opinion that the Company can meet all liabilities as they fall due.

INSIGHT MOVING IMAGES LTD
MANAGEMENT INFORMATION
YEAR ENDED 30TH JUNE 2002

The following pages do not form part of the statutory financial statements.

INSIGHT MOVING IMAGES LTD
ACCOUNTANTS' REPORT TO THE DIRECTORS
YEAR ENDED 30TH JUNE 2002

As described on the balance sheet, the directors of the company are responsible for the preparation of the accounts for the year ended 30th June 2002, set out on pages 2 to 7.

You consider that the company is exempt from an audit under the Companies Act 1985.

In accordance with your instructions we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

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

MAXWELLS
Chartered Accountants

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