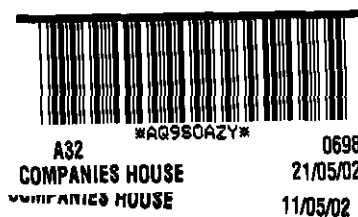


Registered number:
3328124

BROADCAST INVESTMENTS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2001



BROADCAST INVESTMENTS LIMITED

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2001

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BROADCAST INVESTMENTS LIMITED

COMPANY INFORMATION

1

DIRECTORS

P Loomes
Baron S Bentinck - resigned 31.1.01

SECRETARY

N Roche

AUDITORS

French Associates
Swan Centre
Fishers Lane
Chiswick
London W4 1RX

REGISTERED OFFICE

37 Jewry Street
London
EC3N 2ER

REGISTERED NUMBER

3328124

BROADCAST INVESTMENTS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2001

The directors present their annual report together with the audited financial statements of the company for the year ended 31 March 2001.

PRINCIPAL ACTIVITY

The principal activity of the company throughout the year continued to be that of a holding company.

REVIEW OF BUSINESS

The results for the year are set out in the annexed profit and loss account.

DIVIDENDS

The directors do not recommend the payment of a dividend for the year.

DIRECTORS

The directors who held office during the year and their beneficial interest in the issued share capital of the company were as follows:

	Ordinary shares of £1 each	
	31 March 2001	1 April 2000
P Loomes	-	-
Baron S Bentinck - resigned 31.1.01	-	-

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year 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 the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- Select suitable accounting policies and then 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 directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act. It is also their responsibility to safeguard the assets of the company and hence to take reasonable steps to prevent and detect fraud and other irregularities.

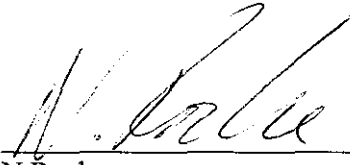
BROADCAST INVESTMENTS LIMITED
DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2001
(continued)

AUDITORS

The auditors, French Associates, will be proposed for re-election in accordance with Section 384 of the Companies Act 1985.

APPROVAL BY THE BOARD

Approved by the board of directors on 7 MAY 2002 and signed on their behalf by:



N Roche
Secretary

BROADCAST INVESTMENTS LIMITED**AUDITORS' REPORT TO THE SHAREHOLDER**

We have audited the financial statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

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 other irregularity or error. 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 31 March 2001 and of the loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Swan Centre
Fishers Lane
Chiswick
London W4 1RX

9 May 2002

French Associates
French Associates
Registered Auditors and
Chartered Accountants

BROADCAST INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2001

	Note	2001		2000	
		£	£	£	£
Administration expenses		3,641		1,000	
			3,641		1,000
OPERATING LOSS	3		(3,641)		(1,000)
Income from shares in group undertakings	4		166,700		166,700
Other interest receivable and similar income	5		2,417		-
Interest payable and similar charges	6		(281,417)		(279,000)
LOSS on ordinary activities before taxation			(115,941)		(113,300)
TAXATION on profit on ordinary activities	7		-		-
LOSS on ordinary activities after taxation			(115,941)		(113,300)
DEFICIT BROUGHT FORWARD			(175,630)		(62,330)
DEFICIT CARRIED FORWARD			(£291,571)		(£175,630)

None of the company's activities were acquired or discontinued during the above two years.

There were no recognised gains nor losses other than those included in the profit and loss account.

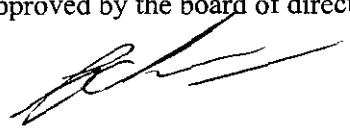
The notes on pages 7 to 10 form part of these financial statements.

BROADCAST INVESTMENTS LIMITED

BALANCE SHEET - 31 MARCH 2001

	Note	2001		2000	
		£	£	£	£
FIXED ASSETS					
Investments	8		2,790,000		2,790,001
CURRENT ASSETS					
Debtors	9	566,335		257,218	
CURRENT LIABILITIES					
Creditors falling due within one year	10	857,905		432,848	
NET CURRENT LIABILITIES			(291,570)		(175,630)
TOTAL ASSETS LESS CURRENT LIABILITIES			2,498,430		2,614,371
CREDITORS: amounts falling due after more than one year	11		2,790,000		2,790,000
			<u>(£291,570)</u>		<u>(£175,629)</u>
CAPITAL AND RESERVES					
Called up share capital	12		1		1
Deficit on profit and loss account			(291,571)		(175,630)
SHAREHOLDER'S FUNDS	13		<u>(£291,570)</u>		<u>(£175,629)</u>

Approved by the board of directors on 7 MAY 2002 and signed on its behalf.


 P Loomes
 Director

The notes on pages 7 to 10 form part of these financial statements.

BROADCAST INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2001

1 ACCOUNTING POLICIES

The principal accounting policies which are adopted consistently in the preparation of the financial statements are set out below.

Going concern

The accounts have been prepared under the going concern concept on the basis of continued support from the company's creditors.

Basis of accounting

The financial statements have been prepared in accordance with accounting standards under the historical cost convention.

The company has taken advantage of the exemption, conferred by Financial Reporting Standard 1, from presenting a cash flow statement as it qualifies as a small company.

Group accounts

The company and its subsidiaries comprise a small sized group within the meaning of section 249 of the Companies Act 1989 and satisfies the further requirements for eligibility under section 248 of that Act.

The company has accepted the exemption conferred by section 248 of the Companies Act 1989 and group accounts have not been prepared. Accordingly these accounts present information about the company as an individual undertaking and not about its group.

2 TURNOVER

The turnover and loss before taxation is attributable to the one principal activity of the company.

No exports were made by the company during the year.

3 OPERATING LOSS

The operating loss is stated after charging:

	2001	2000
	£	£
Diminution in value of investment	1	-
Auditors' remuneration	1,613	1,000

4 INCOME FROM FIXED ASSET INVESTMENTS

	2001	2000
	£	£
Unlisted investments - preference dividends receivable from group undertakings	166,700	166,700

5 OTHER INTEREST RECEIVABLE AND SIMILAR INCOME

	2001	2000
	£	£
Accrued interest receivable on other loans	2,417	-

BROADCAST INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2001
(continued)

6 INTEREST PAYABLE AND SIMILAR CHARGES

	2001	2000
	£	£
On loans repayable within five years:		
Accrued interest on loan stocks	279,000	279,000
Accrued interest on other loans	2,417	-
	<u>281,417</u>	<u>279,000</u>

7 TAXATION

No charge arises in respect of the year as the company operated solely as a holding company and did not trade.

8 INVESTMENTS

	2001	2000
	£	£
Group investments at cost		
At 1 April 2000	2,790,001	2,790,001
Provision for permanent diminution in value	(1)	-
	<u>2,790,000</u>	<u>2,790,001</u>

The investment represents the acquisition of shares in subsidiaries as follows:

Name	Class of shares	Shareholding acquired	Proportion of nominal value of issued shares of the class
Vistek Holdings Ltd	£1 Ordinary	899,030	90.65%
	£1 Preference	599,034	100%
Vistek Electronics Ltd	£1 A Ordinary	1,123,000	100% (93.74% of total Ordinary shares)
	£1 Preference	1,667,000	100%

The company also holds an indirect interest in Ketsiv Limited, a company which is wholly owned by Vistek Holdings Limited.

Further details of subsidiaries, whether by way of a direct or indirect interest, are as follows:

	Capital and reserves	Results for the year	Nature of business
Ketsiv Limited	£(1,500)	£0	Ceased trading 1.8.98
Vistek Holdings Ltd	£(111,114)	£0	Holding company
Vistek Electronics Ltd	£2,294,238	£532,765	Provision of video and broadcasting equipment and systems

Financial information presented above in respect of the subsidiary companies is as extracted from the individual company's accounts for the year ended 31 July 2001. Each subsidiary company is registered in the United Kingdom.

BROADCAST INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2001
(continued)

9 DEBTORS

	2001	2000
	£	£
Other loans	140,000	-
Fixed cumulative dividends receivable	423,918	257,218
Prepaid expenses and accrued income	2,417	-
	<u>566,335</u>	<u>257,218</u>

The other loan was advanced in February 2001 to Baron S Bentinck, who was formerly a director of the company. This loan is repayable on demand and interest accrues at the rate of 10% per annum.

10 CREDITORS: amounts falling due within one year

	2001	2000
	£	£
Amounts owed to group undertakings and undertakings in which the company has a participating interest	140,000	-
Accruals and deferred income	717,905	432,848
	<u>857,905</u>	<u>432,848</u>

Accruals include a provision of £709,348 (2000: £430,348) in respect of loan stock interest payable.

11 CREDITORS: amounts falling due after more than one year

	2001	2000
	£	£
Loan stock	2,790,000	2,790,000
Analysis of loan repayments		
Other loans		
Between two and five years	<u>2,790,000</u>	<u>2,790,000</u>

The loan stock is cumulative unsecured fixed rate loan stock on which interest accrues at the rate of 10% per annum. The latest date for redemption of the stock is 31 December 2003. Note that the loan stock is immediately redeemable in the event of a listing, sale or winding up of either the company or its subsidiary Vistek Electronics Limited.

12 CALLED UP SHARE CAPITAL

	2001	2000
	£	£
Authorised		
Ordinary shares of £1 each	10,000,000	10,000,000
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>1</u>	<u>1</u>

BROADCAST INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2001 (continued)

13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	2001	2000
	£	£
Loss for the year	(115,941)	(113,300)
Shareholder's funds at 1 April 2000	(175,629)	(62,329)
Shareholder's funds at 31 March 2001	<u>(291,570)</u>	<u>(175,629)</u>
Analysis of shareholder's funds		
Equity interests		
Ordinary shares of £1 each	1	1
Profit and loss account	(291,571)	(175,630)
	<u>(291,570)</u>	<u>(175,629)</u>

14 PARENT AND ULTIMATE HOLDING COMPANY

The company's immediate controlling party at 31 March 2001 was Kalimera Limited, a company registered in Jersey. Kalimera Limited subsequently transferred its' interest in Broadcast Investments Limited to Kalerator Limited, a company which is also registered in Jersey. In the opinion of the directors, the ultimate parent company and ultimate controlling party of Broadcast Investments Limited is Kalos Stiftung, a company incorporated in Liechtenstein.