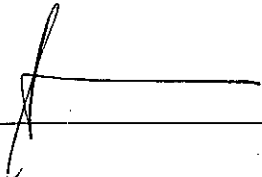


PULSE INVESTMENTS LIMITED

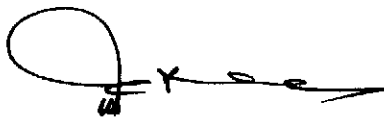
Balance Sheet
September 30, 2010

	Notes	<u>30/9/10</u>	<u>Audited</u> <u>30/6/10</u>	<u>30/9/09</u>	<u>Audited</u> <u>30/6/09</u>
Current assets					
Bank Balances		7,638,177	5,957,991	6,118,889	10,152,171
Trade and other receivables		13,031,943	20,736,375	10,414,866	14,161,675
Advertising entitlements		1,470,211,268	1,288,107,938	1,351,538,677	1,160,401,429
Unexpired sponsorships in kind		<u>41,531,504</u>	<u>18,541,004</u>	<u>27,697,745</u>	<u>34,191,294</u>
		<u>1,532,412,892</u>	<u>1,333,343,308</u>	<u>1,395,770,177</u>	<u>1,218,906,569</u>
Current liabilities					
Bank overdraft		2,620,264	2,861,091	14,280,310	12,428,776
Accounts payable and accrued charges		8,337,759	10,790,961	10,552,548	15,763,072
Due to related parties		61,763,676	46,303,110	85,857,134	70,568,435
Current portion of long-term liabilities		<u>7,535,395</u>	<u>7,535,395</u>	<u>14,712,860</u>	<u>14,712,860</u>
		<u>80,257,094</u>	<u>67,490,557</u>	<u>125,402,852</u>	<u>113,473,143</u>
Net current assets		<u>1,452,155,798</u>	<u>1,265,852,751</u>	<u>1,270,367,325</u>	<u>1,105,433,426</u>
Non-current assets					
Investment Property		282,416,076	281,798,856	57,699,358	58,022,260
Intangible assets		92,720,000	92,720,000	92,720,000	92,720,000
Property, plant & equipment		<u>268,423,885</u>	<u>258,787,745</u>	<u>474,289,733</u>	<u>459,694,960</u>
		<u>643,559,961</u>	<u>633,306,601</u>	<u>624,709,091</u>	<u>610,437,220</u>
		<u>2,095,715,759</u>	<u>1,899,159,352</u>	<u>1,895,076,416</u>	<u>1,715,870,646</u>
Financed by:					
Stockholders' equity					
Share capital		152,367,035	152,367,035	152,367,035	152,367,035
Share premium		366,375,604	366,375,604	366,375,604	366,375,604
Capital reserve		2,636,853	2,636,853	2,636,853	2,636,853
Capital redemption reserve		20,499,988	20,499,988	20,499,988	20,499,988
Shares to be issued		2,608,696	2,608,696	2,608,696	2,608,696
Retained earnings		<u>1,530,833,102</u>	<u>1,334,276,695</u>	<u>1,346,073,956</u>	<u>1,163,335,680</u>
		<u>2,075,321,278</u>	<u>1,878,764,871</u>	<u>1,890,562,132</u>	<u>1,707,823,856</u>
Non-current liabilities					
Long-term loans		20,394,481	20,394,481	4,514,284	8,046,790
		<u>2,095,715,759</u>	<u>1,899,159,352</u>	<u>1,895,076,416</u>	<u>1,715,870,646</u>

The financial statements on pages 2 to 8 were approved by the Board of Directors on December _____ and signed on its behalf by:



Director



Director

Received 30/10/2010

PULSE INVESTMENTS LIMITED

Income Statement

Quarter ended September 30, 2010

	<u>Notes</u>	<u>30/9/10</u>	<u>30/6/10</u>	<u>30/9/09</u>	<u>30/6/09</u>
Operating revenue		316,294,631	1,586,281,323	308,375,642	1,554,791,126
Operating expenses		<u>(119,301,382)</u>	<u>(1,415,860,796)</u>	<u>(124,841,246)</u>	<u>(1,327,232,065)</u>
Operating profit		196,993,249	170,420,527	183,534,396	227,559,061
Other income		<u>0</u>	<u>8,679,116</u>	<u>0</u>	<u>1,926,203</u>
Profit before net finance costs		196,993,249	179,099,643	183,534,396	229,485,264
Net finance costs:					
Finance income			39,885		1,048,039
Finance cost		<u>(436,842)</u>	<u>(8,198,513)</u>	<u>(796,121)</u>	<u>(7,333,980)</u>
Net profit attributable to members		196,556,407	170,941,015	182,738,275	223,199,323
Basic earnings per stock unit	8	<u>0.70</u>	<u>0.61</u>	<u>0.65</u>	<u>0.80</u>

The attached notes form an integral part of these financial statements.

PULSE INVESTMENTS LIMITED

Statement of Changes in Stockholders' Equity
Quarter ended September 30, 2010

	Share Capital	Share premium	Capital reserve	Capital redemption reserve	Shares to be Issued	Retained earnings	Total
Balance at June 30, 2008	152,367,035	366,375,604	2,636,853	20,499,988	2,608,696	940,136,357	1,484,624,533
Net profit attributable to members	-	-	-	-	-	223,199,323	223,199,323
Balance at June 30, 2009	152,367,035	366,375,604	2,636,853	20,499,988	2,608,696	1,163,335,680	1,707,823,856
Net profit attributable to members	152,367,035	366,375,604	2,636,853	20,499,988	2,608,696	1,334,276,695	1,878,764,871
Net profit attributable to members	-	-	-	-	-	196,556,407	196,556,407
Balance at September 30, 2010	<u>152,367,035</u>	<u>366,375,604</u>	<u>2,636,853</u>	<u>20,499,988</u>	<u>2,608,696</u>	<u>1,530,833,102</u>	<u>2,075,321,278</u>

PULSE INVESTMENTS LIMITEDStatement of Cash Flows
Quarter ended September 30, 2010

	<u>30/9/10</u>	<u>30/6/10</u>	<u>30/9/09</u>	<u>30/6/09</u>
Cash flows from operating activities				
Net profit attributable to members	196,556,407	170,941,015	182,738,275	223,199,323
Adjustments to reconcile net profit attributable to members to net cash provided/(used) by operating activities:				
Depreciation	1,713,860	6,862,129	1,715,130	7,412,434
Gain on foreign exchange		257,442		76,503
Interest income		(39,885)		(1,048,039)
Interest expense	<u>436,842</u>	<u>6,729,425</u>	<u>796,121</u>	<u>6,455,216</u>
Operating profit before changes in working capital	198,707,109	184,750,126	185,249,526	236,095,437
(Increase)/decrease in current assets:				
Trade and other receivables	7,704,433	(6,574,700)	3,746,809	21,664,257
Unexpired sponsorships in kind	(22,990,500)	15,650,290	6,493,549	(6,045,150)
Advertising entitlements	(182,103,330)	(127,706,509)	(191,137,248)	(235,534,139)
Increase/ (decrease) in current liabilities:				
Accounts payable and accrued charges	(2,453,203)	(5,645,587)	(5,210,524)	375,532
Due to related party	<u>15,460,566</u>	<u>(24,265,325)</u>	<u>15,288,699</u>	<u>40,940,395</u>
Cash provided/ (used) by operating activities	14,325,075	36,208,295	14,430,811	57,496,332
Interest income		39,885		1,048,039
Interest paid	<u>(436,842)</u>	<u>(6,055,949)</u>	<u>(796,121)</u>	<u>(5,200,959)</u>
	13,888,233	30,192,231	13,634,690	53,343,412
Cash flows from investing activities:				
Acquisition of property, plant & equipment	(11,967,220)	(29,731,510)	(15,987,000)	(112,768,281)
Acquisition of investment properties	-	(0)	-	(0)
Net cash used in investing activities	(11,967,220)	(29,731,510)	(15,987,000)	(112,768,281)
Cash Flows from financing activities				
Loans received	-	28,614,887	1,851,534	1,595,758
Loans repaid	<u>(0)</u>	<u>(23,702,103)</u>	<u>(3,532,506)</u>	<u>(6,863,907)</u>
Net cash provided by financing activities	(0)	4,912,784	(1,680,972)	(5,268,149)
Net (decrease)/ increase in cash and cash equivalents	1,921,013	5,373,505	(4,033,282)	(64,693,018)
Cash and cash equivalents at beginning of period	<u>3,096,900</u>	<u>(2,276,605)</u>	<u>(2,276,605)</u>	<u>62,416,413</u>
Cash and cash equivalents at end of period	<u>5,017,913</u>	<u>3,096,900</u>	<u>(6,309,887)</u>	<u>(2,276,605)</u>

The attached notes form an integral part of these financial statements.

PULSE INVESTMENTS LIMITED

Notes to the Financial Statements

Quarter ended September 30, 2010

1. The company

The company was incorporated in Jamaica under the Companies Act on August 6, 1993 and is domiciled in Jamaica. It commenced trading on November 1, 1993.

The principal activities of the company are model agency representation, multi-media production, marketing, show promotion and sub-letting of leasehold properties. The registered office of the company is located at 38a Trafalgar Road, Kingston 10, Jamaica.

On June 30, 2005 Pulse Investments Limited (PIL) entered into an agreement with Pulse Entertainment Group Limited (PEGL), a related company, to acquire certain assets and liabilities in PEGL in exchange for shares in PIL.

2. Statement of compliance, basis of preparation and significant accounting policies

(a) Statement of compliance:

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations adopted by the International Accounting Standards Board (IASB), and comply with the provisions of the Companies Act.

These financial statements have been prepared using the same accounting policies and methods of computation as compared with the audited financial statements for the year ended June 30, 2010.

3. Revenue recognition:

Revenue is recognized in the income statement on the accrual basis, except for sponsorship in kind which is recorded as income, at estimated market value, when activities to be performed by the company in return for the sponsorships or advertising entitlement have been substantially completed.

No revenue is recognized if there are significant uncertainties regarding recovery of the consideration due.

4. Government grants:

An unconditional government grant relating to event promotion is recognized in the income statement as operating income when the grant is received. Grants that compensate the company for expenses incurred are recognized as revenue in the income statement on a systematic basis in the same period in which the expenses are incurred.

5. Advertising entitlements and unexpired sponsorship in kind

Unexpired sponsorship represents in kind services which have not been utilized and are recorded at estimated market value. The unexpired portion is carried forward and written off in the following year.

	<u>30/9/10</u>	<u>30/6/10</u>	<u>30/9/09</u>	<u>30/6/09</u>
Opening balance	1,306,648,942	1,194,592,723	1,194,592,723	953,013,434
Sponsorships received	307,469,330	1,444,556,625	293,116,283	1,699,902,647
Amount recognized in income	<u>(102,375,500)</u>	<u>(1,332,500,406)</u>	<u>(108,472,584)</u>	<u>(1,458,323,358)</u>
	1,511,742,772	1,306,648,942	1,379,236,422	1,194,592,723

PULSE INVESTMENTS LIMITED

Notes to the Financial Statements

Quarter ended September 30, 2010

6. Bank overdraft

The bank overdraft is secured by a bill of sale over a motor vehicle owned by a director and an unlimited personal guarantee from that director.

7. Operating revenue

Operating revenue comprises income from television entitlements, market sponsorships, model agency representation, government grants, income from subletting of leasehold properties and ticket sales.

8.. Earnings per stock unit

Basic and fully diluted earnings per share are calculated based on the net profit for the period attributable to members of \$196,556,407 (2009: 182,738,275) and the weighted average number of shares of 280,702,717 (2009: 280,702,717) in issue at end of year.