Infomedia.

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chairman's letter

26th September 2002

Dear Shareholder,

It is with pride that I present to you the 2002 Annual Report for Infomedia Ltd.

In preparing this document, management has strived to provide a record of your Company's performance during the 2002 financial year, an insight into the work of the Company and an outlook for the year ahead. Throughout the following pages, I trust you will gain a better understanding of your Company - Infomedia Ltd.

For the sixth consecutive year, your Company has achieved growth in both its revenue and bottom-line. Company revenue increased \$8,342,000 over the course of FY2002 to \$44,465,000 and net profit after tax increased to \$13,409,000. Our core business of electronic parts catalogues (EPC), increased by 29% from 30,201 subscriptions to 38,830 during the course of the year. The main contributors to the subscription growth were the successful launch of Microcat® for Hyundai and Land Rover.

A fully franked final dividend of one and one half cent (1.5¢) was paid to shareholders of record at 4th September 2002. This combined with the earlier interim dividend declared in February brings the total franked dividend for the year to two and three-quarter cents (2.75¢) per share, a growth of 10% over FY2001. In the audited accounts section, you may review in greater detail the financial performance of your Company.

I view the hallmark of this past financial year as 'building business certainty'. The 'raw material' of an electronic parts catalogue business is data licensed from original equipment manufacturers (i.e. vehicle makers, whitegoods makers, and others). The more numerous, diverse and enduring the data licenses the more certain the business opportunity.

I am happy to confirm that, during or shortly after the end of the financial year, the Company had acquired or renewed ten data licenses, the majority of which are for a period of five years. These are summarised in the 'Achievements FY2002' section of this report. However, while data is critical to production, so is personnel and plant. In these areas too, I believe the Company has invested wisely, providing staff and management with educational opportunities and supportive infrastructure to leverage productivity through the use of professional systems and tools.

During the course of the year, our personnel worked diligently in the business. The Electronic Catalogue Division produced 172 editions of our EPC products, as well as continuing to improve products and processes. Our Data Management Division continued to work for its Australia-based automotive and lubricant clients to supply their data management and publications services. The Business Systems Division serviced its customers with a new release update, while furthering the development of its new convergent dealer management system (DMS) product for domestic and international release.

In late August 2002 the Company purchased the PartsImager® EPC business and assets of American global services company Electronic Data Systems Inc. (EDS) which will expand Infomedia's presence and scope for its EPC business globally, and in particular North America. The acquisition boosts our subscriptions by more than 4,000 units and our vehicle brands in the Americas now include most of those manufactured by Daihatsu, Ford, General Motors, Hyundai, and Toyota.

As part of the arrangement, the EDS Automotive Retail Group took on the role of exclusive distributor for at least three years for both Microcat and PartsImager product lines in North, Central and South America. I believe the professional sales and client-facing skills of EDS combined with our ability to be fast, flexible and nimble in producing industry-leading EPC solutions will expand customer participation with our products.

In the coming year we will have keen attention on building custom in the Americas and Europe, through our distribution partners, with our existing clients and potential new customers. If you wish to find more information on your Company's products, historical financial information or media releases you may do so at the Internet web-site www.infomedia.com.au.

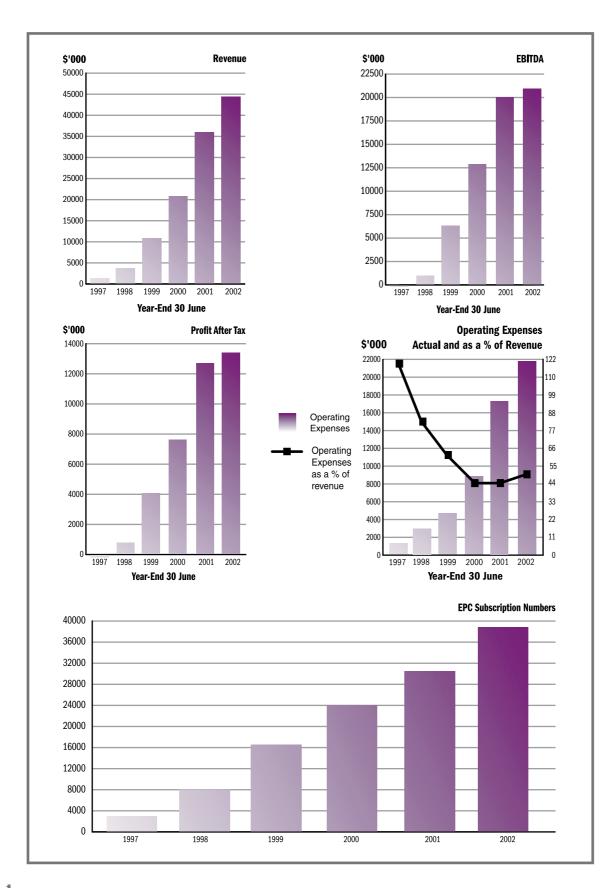
On behalf of the Board of Directors, management and staff, I commend this Annual Report to you.

whard frah

Respectfully Yours,

Richard David Graham Chairman and CEO

results at a glance



Company revenue increased by 23.1% to \$44.5 million. Net profit after tax increased 4.6% over the previous financial year to \$13.4 million.

SIXTH CONSECUTIVE YEAR OF SOUND FINANCIAL GROWTH

Six new or renewed long term data licenses were signed for Microcat and Partfinder®. These relate to international and domestic markets. Since 30th June 2002 a further four data licenses have been renewed.

SIX NEW AND RENEWED DATA LICENSES

Infomedia EPC subscriptions grew by 28.6% from 30,201 at the beginning of the year, to 38,830 at the close of the year.

STRONG SUBSCRIPTION GROWTH

Toyota Motor Europe became the first automaker to sign a data license with Infomedia to provide both its traditional Microcat disc based product and the Internet based Microcat FRESH.

FIRST AUTOMAKER FOR INTERNET PRODUCTS

The Application Hosting Centre was commissioned during the year to facilitate the cost effective delivery of the Company's online product offerings.

APPLICATION HOSTING CENTRE

After the year end, the Company acquired the EPC business of EDS Automotive Retail Group, bringing to the Company new automotive brands, thousands of subscriptions and a top notch Pan-American distribution arrangement.

GROWTH IN THE AMERICAS

The distribution of Microcat and Partfinder has increased from around 100 countries at the beginning of the year, to 144 countries by the end of the year.

MICROCAT AND PARTFINDER IN OVER 100 COUNTRIES

The 40th year for the Datateck Lubrication & Tune-Up Guide proved to be an encouraging one, with the largest sales since publication began in 1962.

LUBE & TUNE GUIDE RECORD YEAR

Infomedia acquired the 'do it yourself' EZIMERCHANT electronic catalogue product line from Australian software development company Australian Windows Publishing Pty. Ltd. (AWP) to establish format diversification in its product revenue stream.

RETAIL
PRODUCTS GROUP
ESTABLISHED

introduction "As the Company's market acceptance around the world expands, so too does its team of youthful management and specialists."

www.infomedia.com.au

This Annual Report stands as a record of your Company's achievements during the 2002 financial year. This year's report is intended to leave you well informed on the progress of Infomedia during its second year in the public arena.

The sentiment for FY2002 is best expressed by the words 'building business certainty'.

The financial year was one where we worked simultaneously on three commercial fronts. The first was the competitive activity of securing data licence assets for incorporation in our products. The second was the regular production and delivery of our products. The third was enhancing our current products and developing new products or derivatives for future growth.

We were successful with achievements on all three fronts.

We established or renewed 10 data licenses during or shortly after the close of FY2002. Most were for a 5 year term.

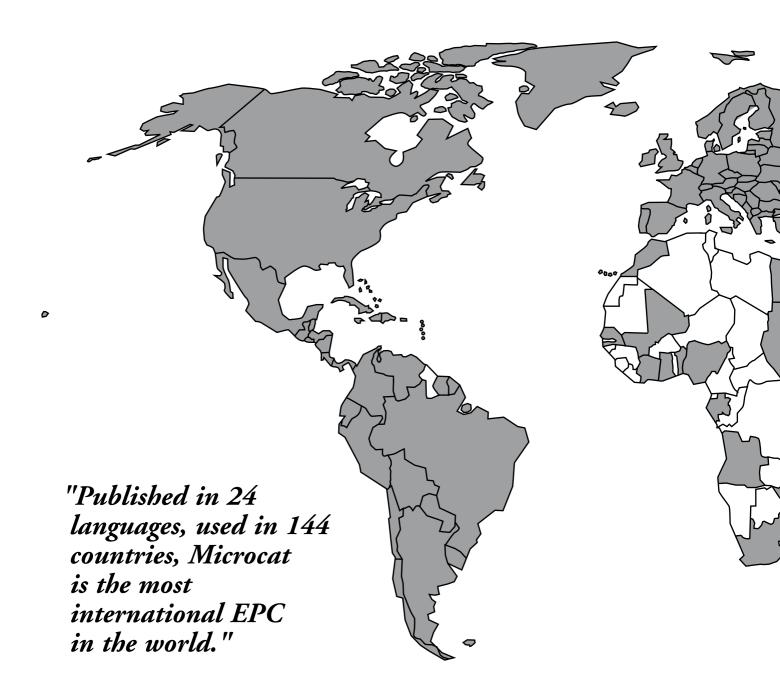
We manufactured all of our divisions' products to their schedules, and increased sales for all released products over the previous year.

In all our divisions, we made market-requested enhancements to our products and each division also progressed on new development projects for future release.

We welcome you to this FY2002 Annual Report. This year we intend that in addition to giving you the key financial information you require about your Company, this year's report also presents an opportunity to meet some of the people behind the scenes. People who help to make Infomedia the company that it is and who help turn our corporate goals into successful results. We trust you will find it informative.

TO THE 2002 ANNUAL REPORT OF INFOMEDIA LTD

international territories and product timeline



1991 Ford Australia 1992 GM-Holden 1996 Daihatsu Australia Nissan Australia 1997 Ford Europe Suzuki Australia 1998 Mitsubishi Australia Toyota Australia





microcat speaks the customers' language

Chinese

Czech Danish Dutch English Finnish Flemish French German Greek Hungarian Indonesian Italian Japanese Korean Norwegian Polish Portuguese Russian Spanish Swedish Thai Turkish

Dialects

Vietnamese

Canadian French Traditional Chinese Mexican Spanish

1999 Daewoo Australia Daihatsu Europe Ford North America 2000 Honda Australia Hyundai Australia Isuzu Australia Think Europe

2001 Daihatsu ROW Ford Asia Pacific **GM** Asia Pacific Hyundai Global Land Rover Global

2002 **GM North America** Hyundai USA Toyota North America Toyota Europe

INTERNET



achievements - fy2002 OYOTA Y TOYOTA dealing oyota.com.au "In 144 countries around the world, 'hello' starts with a handshake and a copy of Microcat."

electronic catalogues division (ECD)

ECD continued to develop EPC technology and product features that made a tangible difference to thousands of automotive dealers worldwide.

In all, Infomedia announced six new or renewed data licence agreements in FY2002. Below are the highlights from these announcements.

Daihatsu Market Expansion - July 2001 - New - 3 Years

Infomedia has supplied a Daihatsu version of Microcat since 1996. During this time, the markets supported by Microcat have steadily increased from Australia to almost global coverage. We view the addition of the South American, Central American and Caribbean Daihatsu markets as recognition by Daihatsu of the success their dealers have enjoyed using Microcat. The dealers in these regions appreciate Microcat due to the localisation of the vehicle information, local language support and after-sales backup.

Mitsubishi Australia - November 2001 - Renewal - 3 Years

Infomedia continued its proud association with Mitsubishi Australia when it renewed its original data licence agreement for three years. Infomedia has been supplying its Partfinder EPC to Mitsubishi dealers in Australia since 1998. During that time dealers have reported enjoying the productivity benefits that come with using an Infomedia EPC system.

Toyota Europe – December 2001 – New – 5 Years

Toyota Europe signed a five-year data licence with Infomedia. Under the terms of this agreement, Infomedia has the opportunity to supply Microcat to more than 3,000 Toyota dealers within Europe.

Toyota Europe is a tier one automaker with a strong reputation for quality products and after sales service. Management believes to be chosen as the EPC technology provider, in what was an internationally competitive contest, is further evidence that Infomedia and Microcat are recognised for EPC leadership and valued customer service.

This new agreement with Toyota Europe is anticipated to take the relationship with Infomedia beyond the traditional DVD-ROM based delivery system to Internet deliverable products including Microcat FRESH. Microcat FRESH will enable Toyota Europe dealers to establish a closer business relationship with their parts trade customers and expand genuine parts sales.

Ford Australia - December 2001 - Renewal - 3 Years

Ford Australia, Infomedia's original Microcat data licensor in 1991, renewed its data licence for an additional three years. Infomedia has been supplying Microcat to Australian Ford dealers on CD-ROM since its inception.

Over the years, Ford Australia and its dealers have seen Infomedia make continuous improvements to the Microcat system. The current version of Microcat is the third generation released in Australia since 1991, with each new release bringing additional functionality and advanced technology.

The continued improvement of Microcat during the next three years, as well as the scheduled release of Microcat FRESH in FY2003, will ensure that Australian Ford dealers receive further productivity gains from Microcat products and services, just as they have for more than a decade.

Toyota USA & Mexico - February 2002 - New - 5 Years

Toyota USA (Toyota) granted Infomedia a non-exclusive data licence for the United States and an exclusive data licence for the newly opened Mexico market.

This enables the 1,200 Toyota dealers in the United States to subscribe, if they choose, to Microcat on DVD-ROM or via the Internet. While there are existing competitive products in this market, the Company believes Microcat will offer a clear and distinctive choice to the Toyota dealers and that many will prefer Microcat to the alternatives.

achievements - fv2002

Mexico was a new market for Toyota when operations officially opened in April 2002. Toyota management felt it critical that operations got off to a good start for quick and accurate parts interpretation, so Microcat was chosen for the Mexican dealer network.

Toyota dealers in Mexico are already using Microcat and the United States version is due for release in the second quarter of FY2003.

Hyundai North America – January 2002 – New – 3 Years

Infomedia is the second EPC supplier authorised by Hyundai to develop EPC products for its American dealers. Hyundai dealers in the United States began subscribing to Microcat on DVD-ROM in June 2002. The agreement allows Infomedia access to the American market and follows on from the agreement signed last year with Hyundai corporate management in Korea. Since signing that agreement in May 2001, Microcat acceptance amongst Hyundai dealers has increased significantly, with thousands of new subscriptions worldwide.

Infomedia management believes that Hyundai Motor America's 500 plus dealers will prefer the clear and distinctive alternative that Microcat offers. The release of the Microcat system for Hyundai was the fourth Microcat product in the USA for Infomedia.

Multi-franchise dealers who already use Microcat to perform parts interpretation for other vehicle brands are also likely to prefer this new release.



Ford Europe, North America, Asia / Pacific, Australia / New Zealand - July 2002 - Renewal - 5 Years

The renewal of the data licence between Ford Europe and Infomedia continues the long business relationship between the two companies. Infomedia began supplying Microcat to Ford Europe in 1997 during which time it has become an invaluable business tool for over 18,000 users on a daily basis.

The commercial environment for the automotive industry in Europe has changed significantly over the past five years. Three major changes which have occurred include:

- computer sophistication in the dealerships
- pervasiveness of the Internet
- removal of Block Exemption by the European Union for the automotive industry.

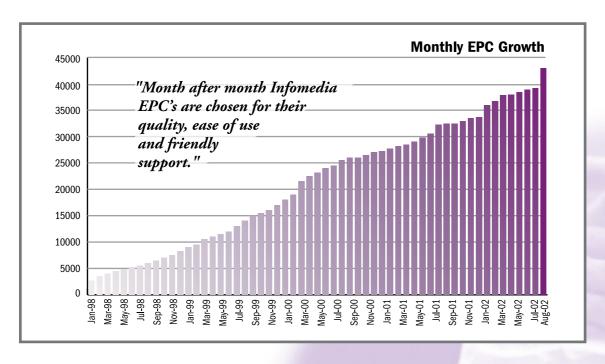
The European Union Block Exemption is a body of legislation that affects the organisation, representation and delivery of automotive products and services throughout the European Union. Removing Block Exemption is expected to materially change the consumer face of the automotive industry in Europe by requiring automakers, amongst other things, to provide non-dealers with the same vehicle documentation previously reserved only for their dealership franchisees.

During the seven months of discussion and analysis leading up to the renewal of the data licence agreement with Ford, it was not possible to predict or model with certainty how removal of Block Exemption would reshape the role of workshop documentation and automotive productivity tools like Microcat. Removal of Block Exemption may cause a material growth in demand for such tools. As such, both parties wanted to maintain flexibility in order to respond to whatever opportunities needed to be addressed in the future.

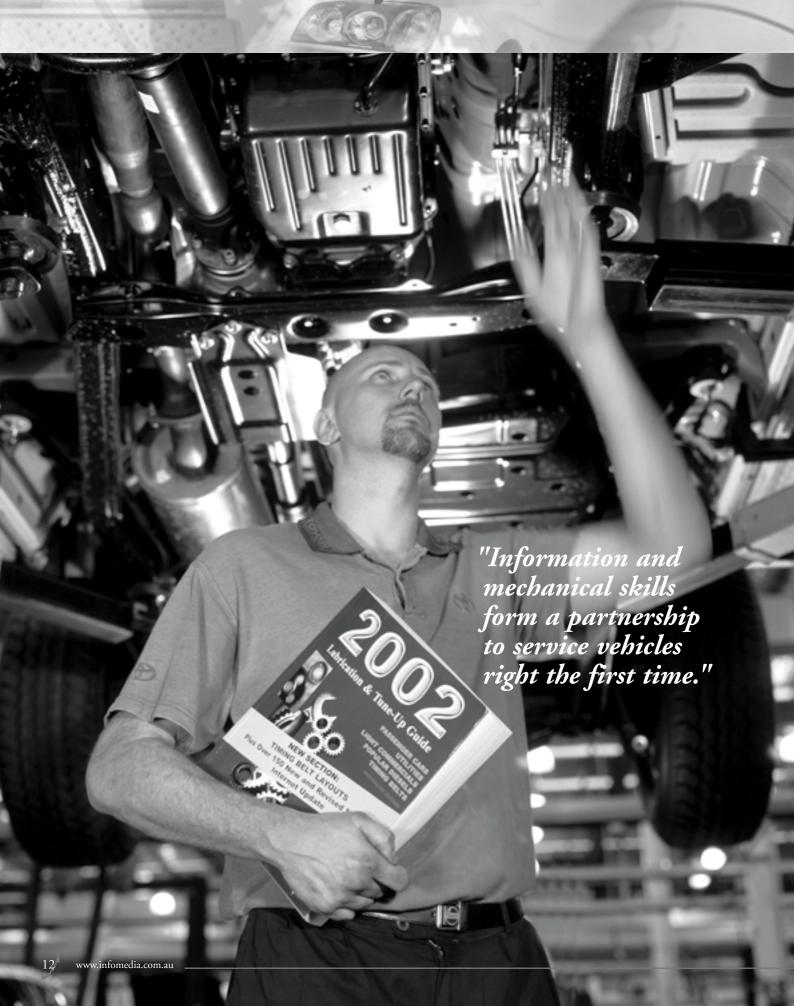
Taking this into consideration, an arrangement was created to renew the agreement for the term of five years. The first two years of the agreement are exclusive and the latter three years of the agreement provide for the possibility of developing an exciting competitive market to service a much larger and diverse audience than exists today.

In addition, Ford Europe became the second European supplier to add Infomedia's Internet products to its agreement. Microcat FRESH includes the additional benefit to Ford of providing scope for their dealers to work with the independent motor trade.

Ford North America, Ford Asia/Pacific and Ford Australia/New Zealand also renewed their individual data licenses with Infomedia for a concurrent five-year term.



achievements - fv2002



data management division (DMD)

The Data Management Division continues to hold its place as one of the premier automotive data suppliers in Australia. It provides services to many automotive importers, suppliers and all of the local automotive manufacturers (Ford, GM-Holden, Mitsubishi and Toyota) as well as providing researched data and technical expertise to the Electronic Catalogues and Business Systems Divisions of the Company. DMD's services include: technical illustration; parts and service data creation, maintenance and evaluation; lubricant specification services; and general automotive knowledge.

In addition to the services offered to both internal and external customers, DMD also produced a number of publications during the year. These include Company owned publications and those created under licence on behalf of customers. A sampling of the publications that have been produced are noted below.

Holden Service and Maintenance Information CD-ROM

Replacing the large volumes of printed publications that were previously released to the independent motor trade, the Holden Service and Maintenance Information CD-ROM was released in March 2002. It covers the VT/VX Commodore models and their derivatives. Produced in conjunction with Holden and available for sale through the Holden authorised retail dealer network, the DMD team converted the format from paper to electronic medium, and added an intelligent linking system. This allows the customer to have rapid access to the appropriate sections of the information within the system.

Holden Light Commercial and Recreational Vehicle (LCRV) Service Information Package

The Holden LCRV Service Information Package is similar in content to the Holden Service and Maintenance Information CD, but it is designed for the authorised Holden dealer, rather than the independent motor trade. This means that warranty information, service bulletins and other authorised dealer information are included in the package, as well as the warranty repair information. The Frontera, Jackaroo and Rodeo range of vehicles are also included in the Service Information Package, circulated by Holden to their entire authorised dealer network on a quarterly basis.

Datateck Lubrication & Tune-Up Guide

2002 is a landmark year for the industry standard Lubrication & Tune-Up Guide (LTG) being the 40th year of publication. This year's Guide took on a new look with the inclusion of a new section covering the fitting of timing belts for the complete model range. This year the Guide also contains popular Internet updates. These were introduced last year to allow LTG users to keep up-to-date it releases. The feedback received from the users has been positive and it is believed to

updates. These were introduced last year to allow LTG users to keep up-to-date information on new model releases. The feedback received from the users has been positive and it is believed to be a beneficial addition to the Guide. The introduction of advertising to the LTG also proved popular last year, with most of the original advertisers listing again in the 2002 edition, along with new customers.

Daihatsu YRV Crash List

Produced in conjunction with Daihatsu Australia, the Crash List is a publication that assists dealers in quickly selecting the appropriate parts when working with panel repair shops. The Crash List aids in the analysis of collision repair requirements such as panel damage, trim, bumper or head/tail light selection.



business systems division (BSD)

In late 2000 Infomedia acquired a mature and robust dealer management system (DMS) for the purpose of giving the Company a developmental head start to create what it envisioned as the next generation in DMS.

The first half of this creative vision was based on the concept of converging many of the different dealership process, control and enquiry applications into a single user interface. The second half of the vision was to deliver the new DMS as an online information utility rather than as the traditionally deployed mainframe system. With this vision, the original DMS and a team of talented and committed developers and engineers, the division commenced a three-year development initiative that would be performed in parallel with support and maintenance of the original customers. AutoLedgers® was conceived.

The new development activity was designed to be modular in construction so that elements of the ultimate product would be delivered progressively. Throughout FY2002, the first four key elements of the new system began to take shape:

 $\begin{array}{lll} \text{AutoTerm}^{\circledast} & \text{- smart terminal emulation} \\ \text{AutoOffice}^{^{\bowtie}} & \text{- office productivity suite} \\ \text{AutoShop}^{^{\bowtie}} & \text{- service workshop scheduler} \end{array}$

AutoVision® - customer management and prospecting

In July and August 2002, the first two elements, AutoTerm and AutoOffice, had a controlled and limited release in order to field trial their application and integration with the new and more expansive DMS code. At the time of preparing this Annual Report, the user response from these trials has been very encouraging, validating that both the concept and implementation are on-track.

Also in July and August the Company commenced a limited number of new dealer field trials for Infomedia's new timeshare (ASP) facilities and low-cost virtual private network, which in time will replace its older fixed-line network that criss-crosses the country. Here again, the initial responses are very positive and management expects to open this timeshare opportunity to more automotive dealerships and accelerate its rollout during the second half of FY 2003.

Product development and component releases will continue throughout FY2003. Co-operative development and technology sharing between the Company's three divisions and retail products group will pay creative dividends that will be clearly demonstrable when the whole AutoLedgers vision becomes evident.

Dealers are already expressing enthusiasm for AutoLedgers timeshare (ASP) because it saves the dealership from high start-up capital expenditures and ongoing maintenance, allowing them to pay just one low-cost fee per user to have Infomedia deliver a complete DMS utility to their door. Infomedia takes care of the central processing equipment, security, maintenance and system personnel issues, from its Application Hosting Centre.

AutoOffice, is an office productivity suite specially designed for dealership staff to easily search, create and share information utilising a windows visual metaphor. The suite includes Infomedia's AutoTerm smart terminal emulator, word processor, electronic spreadsheet, email, web browser, task manager, calculator, reporting wizard, Microcat FRESH (optional) and more. It is built with easy navigational features to move around the main business applications. For example, it can build an electronic spreadsheet based on data extracted directly from the DMS database.

views from the team



peter adams chief financial officer

"It is refreshing to see that passion and innovation can sit comfortably with strong corporate governance. At least, that's how I see it.

"Infomedia is not a bureaucracy or a place where there is a lot of politics. I believe everyone here is geared to achieving the corporate goals so there is little waste. We continuously review our processes and refine them for the benefit of the company and the individual.

"I've been with Infomedia for almost two years and in this time we've built a strong and enthusiastic Finance team to attend to the variety of financial and treasury responsibilities faced by a new and expanding public company. I'm committed to managing corporate growth and believe the Company has an excellent recurring revenue business model. I see continuous product development and appropriate acquisitions as fuelling the Company's growth, market position and business certainty.

P. J. Ad

"Having previously worked in larger corporate accounting environments, I find the inclusive and proactive attitudes at Infomedia a refreshing change. Infomedia differentiates itself from other corporations in its ability to respond quickly to decision-making processes. The corporate structure is very transparent and administratively very efficient. At Infomedia, people feel good about themselves and their abilities, and have fun at the same time as producing professional and competent results.

"I believe that my time at Infomedia has facilitated my own personal growth. I have particularly developed new skills in the areas of shareholder communication and market analysis. I've observed that this kind of growth is typical of the Infomedia personal development experience. Communicating what Infomedia is about to shareholders is important to me. I want them to have a clear understanding of our strengths and direction so they can choose to invest or not from a sound and informed foundation.

"In the next five years, my personal view is that Infomedia will continue to grow because it has the right business formula and the right people. We are successful in part because we do things transparently and there is a lot of respect amongst the staff and between departments. I believe we all recognise that in order for our customers to admire and respect our work and people, we must do so first."



views from the team

ian davison production manager electronic catalogues division

"I'm responsible for the management of 12 production staff who handle all the graphical elements of Microcat, the monthly Microcat production processes and who make sure all deadlines are met for all products.

"Mutual respect amongst colleagues goes a long way when you work under the intensity of 15 publication deadlines each month. We have a goal to get the products out on time each month, and if any barriers show up we break them down to achieve this.

"I feel very proud to be part of the team here at Infomedia. I also feel very proud to be an important part of the chain in creating these amazing innovative products. We are an international company and people use Infomedia's products in every corner of the world. They are used in our hometown of Narrabeen, on the other side of the world in Marrakech, and most places in between.

"I'm very sure that what makes Infomedia attractive to customers is its innovation and commitment in creating products which are much better than its competitors. Our dedication to excellence doesn't hurt either.

"If it was just the products that were improving each year I'd be concerned that the business might outgrow us as individuals but, through the Company's annual education scholarship support, all of us are able to grow our skills as the business grows. It's just a magical thing really – I've never worked anywhere like this before. It's easy to grow with the Company and the responsibility that comes with it."





jenni gardiner assistant project manager, electronic catalogues division

"Working with a product as good as Microcat brings a considerable sense of achievement. After the recent hailstorms in Sydney, a local dealer whose area was particularly hard hit called me afterwards to say that 'Without Microcat I would have been lost handling so much business' and that Microcat put him in front of all his competition.

"I've been with Infomedia for more than five years and I love handling the numerous details my role as Assistant Project Manager requires. I see my future with Infomedia as a long and stimulating one. I believe that the Company encourages people to be creative, innovative and to expand their boundaries.

"I'm sure it's the Company's attitude towards its staff that gives it the edge. The philosophy does not limit someone purely on previous academic achievement, but also takes into account what skills people can bring to the Company or their willingness to learn more. Genuine passion for our products and loyalty to our goals are important qualities.

"I feel my passion for what I do gives our clients satisfaction too. I received an email the other day that says it all. One of our European automaker representatives asked if something could go into the next product release. After checking with the development and production teams, I said 'Yes, we can do that'. The client emailed back and said, 'that's what I love about you guys, you always come back with the right answer'.

"Our team here at Infomedia is very customer focused, and we will do whatever we can to ensure customer satisfaction. To put it in my words, I believe that Infomedia's success can be put down to innovation, inspiration and passion. It's the ethos of the Company... inspiring you to be as great as you can be."



views from the team



chris huxley quality assurance manager electronic catalogues division

"I'm ultimately responsible for approving the quality of the products. I love to improve whatever I do, whether it be at work or in my other favourite pursuits of surfing and bike-riding. I guess you'd say I have a desire for excellence – that is something essential in any Quality Assurance person. I like getting into the detail, and I like the fact that QA work is challenging to make sure that it's right every time.

"I'm an automotive parts interpreter by original training. I'm not a 'car fanatic' but I am interested in the way they are put together and how they work – in other words, the detail. I first crossed paths with Infomedia many years ago when I was a parts interpreter at a Ford dealership that used Microcat. I was obsessed by it and wanted to work with the people who designed it.

"The challenge and indeed the satisfaction for the QA team is getting it right within tight time constraints so that manufacturing doesn't have to be rescheduled. Achieving this requires real teamwork that might involve development and production staff, as well as QA personnel. It's the team of people in the organisation that makes it a great place to work. They are inspirational, talented, hardworking, creative and experienced people... this is a recipe for drawing each of us beyond what

we think are our limits.

"Infomedia continues to improve its products and the processes that go into making them. Each monthly release brings greater maturity and experience to the QA team and with that comes wisdom and strength that makes the next release better and more intuitive.

"I guess I'd say that quality improvement doesn't stop at our products either, because I think that management allows you to express yourself and encourages you to excel. Management is interested in you becoming a better person and your contributions are valued no matter how small or great.

"I'd say that in five years time Infomedia could achieve anything. I expect that in five years, most automotive manufacturers will be using Microcat worldwide, and it will have found its way into a variety of new markets."

andrew pattinson vice-ceo

"I think I have one of the longest associations with Infomedia, having joined the Company in 1988. I started with the Company when it was distributing third party software, and I've held many positions in the operations side of the business. I have just recently returned to Sydney from my role as General Manager of the Data Management Division in Melbourne where I guided the division through the sensitive post-acquisition transition period.

"I believe that the values and personal qualities of the staff in the formative stages of the Infomedia business were fundamental to the success achieved in more recent times. A combination of inspiration, cooperation, determination and large amounts of personal exertion laid the platform for business growth. These qualities are still what drive the business today, even though it is on a much larger scale.

"All staff are encouraged to see themselves as owners in the business. Whilst we work hard to encourage personal development and growth amongst the staff, the end goal is to be a profitable, well run business – that's in everyone's interest. I think we have a great balance between successful commercial operations and personal well-being – that makes Infomedia a business that makes money. We will continue to grow... it's a very positive story.

"I would describe Infomedia as a company being 'built to last'. For me, that term isn't an advertisers' sales pitch for tools or machinery, but rather it is a core business value that Infomedia's staff see consistently demonstrated through the Company's policies and practices. As a member of the management team, I can confirm that we have a clear vision of where we are going, backed up by a strong team of committed men and women in all our divisions to get us there.

"I'm confident the future holds a greater range of possibilities for the Company. There are still many IT opportunities in the automotive industry that are yet to be covered. Additionally, there are other market sectors where there is plenty of potential growth for Infomedia's products and services. Today, when you see our revenue dissections, they are heavily weighted towards electronic catalogues. I believe these will be more balanced in the future.

"As the decade unfolds, I'm certain I'll be right here with a stronger and more broadly successful Infomedia. I'm looking forward, as I know the rest of the team is, to supporting Infomedia to be all it can be. I'm committed to the long-term future of Infomedia; treating customers and staff with respect and building all of our relationships with integrity."

Andrew Pathursa



www.infomedia.com.au

views from the team

hieu vu van senior programmer business systems division

"It is refreshing and energising for me working for Infomedia. There is a sense of continous growth within Infomedia and I've enjoyed the challenges I have faced. In the last 18 months since the acquisition, I've learnt new ways to see things and to solve problems. It has been very rewarding to bring two decades of IT industry experience to the new AutoLedgers DMS development. There's a genuine enthusiasm for the direction the Company is heading amongst my colleagues, here in Perth.

"I think one of the key strengths of the Company is its ethical business dealings which, combined with youthful enthusiasm, place Infomedia in a unique position in the industry. It's an organisation with integrity and that's the way my colleagues and I program too – with integrity. After so many years of programming, I know that the customers can tell the difference between something that is just patched together quickly and something that is inventive, well-considered and programmed with integrity. Obviously that is our goal.

"The vision and commitment of Richard Graham has been particularly evident with the integration of the Business Systems Division within Infomedia. That vision, commitment and belief in our abilities brings out the best in us programmers.

"You don't have to be a business guru to see that staff participation and commitment to the business are also reasons behind Infomedia's growth. Our environment is one that encourages personal growth at all levels.

The Company cares about its people and offers many opportunities for employees to grow and reach their full potential.

"The confident youthfulness of the Company enables it to see the future opportunities and guide us developers to rendezvous our results with that future. I believe that management's willingness to invest for the future, the corporate vision, ethical practices and valuing staff commitment to the organisation, place Infomedia in an enviable position for the future.

"For me, the future for Infomedia also holds in store the nurturing of new leadership and creative talent. This is an exciting possibility and I am keen to be a part of it."

Morwanhun



michael roach general manager data management division

"I have seen the printing and catalogue industries develop, from the perspective of Datateck, for more than two decades. However, I'm the first to admit that the speed of change has been most evident in the past two years since the Company became part of Infomedia and more recently since my promotion to divisional General Manager.

"The division has changed from a single point of management to a more structured operation with a youthful and enthusiastic team. Many of us at DMD come directly from the automotive and printing industries. I'd say we are the most diverse division of the Company.

"Infomedia has breathed enthusiasm and potential into the business here. The culture that Infomedia promotes gives you a feeling of something you really want to get involved in. The greater diversity of developmental work, as well as new DMD commercial contracts, adds to the feeling that things are on the move.

"The working environment also encourages leadership, individualism and personal development. For me, harmony and teamwork are key motivators in the new division and I'm not alone in this opinion.

"You don't have to pretend. There's no façade. It's just a great place to work. I believe in the strategy of selecting staff on the basis of their leadership abilities, their talent, their respect for others and their honesty. It has brought together a group of highly committed people, people who are working towards the same goal and who enjoy what they are doing.

"For me, a large aspect of Infomedia's culture is the human element. It's important to what we are about and it shows in our products and services and how our customers perceive them. It not only makes us feel good, it also makes sales.

"I'd say that in the next five years Infomedia will be the global leader in its fields. I admit that this is a pretty broad statement, but Infomedia is already a world leader in electronic parts cataloguing and that this is just the tip of the iceberg. Other companies are watching Infomedia as it shapes up to be a key player worldwide. I think it will be a company admired by its competitors and a lot of people would like to be a part of it".





new retail products group



In early 1998, Australian Windows Publishing Pty Ltd (AWP) saw the potential growth in online transactions would create a huge demand for a simple and inexpensive e-commerce tool to enable thousands of small businesses to become online merchandise traders. AWP foresaw that only larger organisations would be able to afford the services of professional web developers, and that smaller businesses and sole proprietors would be better served by a simple 'do it yourself' (DIY) website tool -- an 'online business in a box' solution. They developed a range of such products under the EZI brand name.

Currently, the majority of EZI customers are Australia-based, however, due to two international distributor relationships effectively established in 2002, we expect this balance to shift in favour of international customers during the next 24 months.

Infomedia acquired the business of AWP in July 2002. This acquisition has provided Infomedia with a foundation of reputable DIY electronic catalogue and e-commerce software products, which are applicable to small-to-medium-enterprises (SME) as well as the existing Infomedia automotive customer base. With this foundation, the Company starts its new Retail Products Group (RPG). In addition to the suite of products, the acquisition expands Infomedia's e-commerce software development expertise. It also assures the Infomedia Retail Product Group starts its existence with Australia's leading SME e-commerce packages; consumer experience; distribution networks; blue chip alliances; and support systems.

The RPG suite of products offers both continuity and diversity to Infomedia's existing products. The retail 'shrink wrap' product range opens a new and ubiquitous customer channel, while the nature of the flagship product, ezimerchant professional yields an ongoing subscription, upgrade and transaction revenue path, which is compatible with Infomedia's recurring revenue model.



www.deanwoods.com.au

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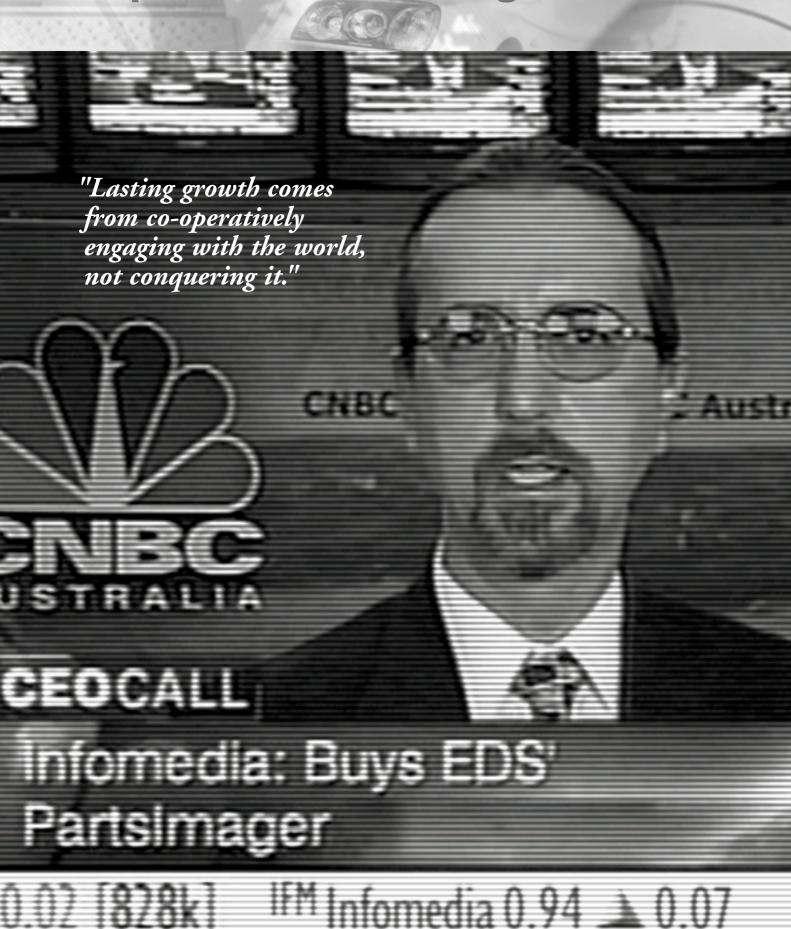
www.crocodilehunter.com.au

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ezimerchant professional helps small-to-medium-enterprises to easily create e-commerce enabled web-sites. Above are two fine examples.

"In a future world that will require millions of electronic catalogues, you either leverage DIY or you miss the main game."

acquisition of PartsImager business



Infomedia announced on 29 August 2002 that it had acquired the PartsImager EPC business and assets of American global services company Electronic Data Systems Inc. (EDS).

The EDS developed PartsImager services the needs of thousands of end-users at dealerships predominantly in North America representing many major automotive brands.

The purchase will expand Infomedia's presence and scope for its EPC business globally, and in particular North America. The acquisition is consistent with Infomedia's core strategy of specialising in providing information technology solutions for automotive dealerships around the world.

As part of the arrangement, the EDS Automotive Retail Group (ARG) will take on the role of exclusive distributor for at least three years for both Microcat and PartsImager product lines in the Americas. ARG will be responsible for sales, marketing, delivery/installation, customer support, training and administration services for both Microcat and PartsImager EPCs. ARG is based in Troy, Michigan and specialises in the provision of IT solutions and services to all levels of the global automotive industry.

Microcat and PartsImager have already proved to be valuable business tools for car and truck dealers around the world. The professional sales and client-facing skills of EDS combined with Infomedia's ability to be fast, flexible and nimble in designing and producing industry-leading software solutions will certainly deliver new value to clients in these markets.

As a distribution partner EDS brings great skill, experience and resources to support Infomedia's objectives for managed growth in the Americas and high customer satisfaction.

Infomedia and its existing distributors will service the PartsImager customers in all the regions outside of the Americas.

The business relationship between EDS and Infomedia is a good fit for both sides. The automotive retail experience of EDS in sales, marketing and client support combined with Infomedia's high quality product development and user-friendly designs, makes this is a best-in-breed arrangement.

Concurrent with the acquisition, the Company entered into a data licence agreement with General Motors Corporation SPO (USA) that includes vehicle brands such as Buick, Cadillac, Chevrolet, GMC Trucks, Oldsmobile, Pontiac and Saturn.



microcat online न पुरण त्यार हिरायावात्रात्रात्र हिस्मानाम्य हिसायाव्यात्रम् हिसायाव्या Microsoft Internet Explorer 3 7 Senay Denage Sungs 3 3. 333 Ports Order List Technical Help Manistration List/Ca Favorites Tools Help 子祭ceaymap 後ceayas Bonkayo. 日本・り · 0 http://fresh.microcol.net/fresh.esp Vehicle Debils Treamination: WINS SPEEL FLOOR SHETER) COROLLA SENSO. EL MATERIA EL MATERIA TEL MATERIA (SONO) ELME MIE ENCERE Body Syle: Childre: THE TERMONAND libbs bila TE112LAENNON Step famous services BOOK ROOM ASSESSED FOR ANY THE THE CONTINUE IN SECTION TERRATTIPE(TERRA) VM NO: MOOCE MANUF NOW ENGINE HATTE BROWN ASSESSED FOR) Mentity the Vehicle Model: Description. series: Depart Different Month In their Start Start Build Date: JT153ZEB20002858 Engine: COMMENSA TO CONT. TRUST START OF THE PART FOR PLATE START STATE ST mage Viet License Plate 420 MONTH AND POST COSTS PATRICIA NOT AND ADDED GO THROW! MINING SO SON CO. CANCELL MINE BY THE COL Stop Summers Locate The Parts MANUFACTURE LINE LINE DE LA CONTROL DE LA CO ON PASS THE PASS TOTAL Married and Married Land St. 18 1 18 1 18 1 CO. OL FLISH MICH POST COT WHAM BO EDICH MARTY SAN ACTION (ME. 1874) THEST PH SES SERVE of Chief and Entered ACCUMPANTO DE COL TATES PLATE AN AND PLATE STORY Marcal Life and Print Pull Page Life Co. ATTOMIS OF MARS DE COLS Allows Sikultaned and the more recovered accordance of Particulate Barter and Onlines of hitrory part Step 3 management of Go to Order List www.infomedia.com.au

During the 2002 financial year, the first data licenses to include Infomedia's breakthrough Internet implementations were signed. Microcat FRESH is intended to be released to some European Ford and Toyota customers during the 2003 financial year.

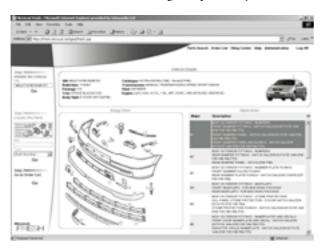
Microcat FRESH is an EPC that delivers data and graphics to users via a standard dial-up Internet connection. This allows dealers to offer key customers the ability to purchase parts from the dealer over the Internet 24 hours a day, seven days a week.

Microcat FRESH has a smart design that allows any dealer to have a powerful Internet based, e-business solution for trade customers. With the benefits of accurate data and up-to-date pricing, Microcat FRESH allows the trade customer to order directly from their nominated dealer without having to wait on the telephone to check parts applicability, availability and price - in other words, FRESH facilitates 'self-service' parts ordering. Dealership parts salespeople will be able to better serve their customers by reviewing the orders for completeness rather than having to do time-consuming telephone order taking. This will result in an enhanced customer experience, higher productivity for dealership personnel and better cost to sales ratios.

Today's business environment is all about increasing sales by increasing customer satisfaction and delivering value for money services. Microcat FRESH is one of the tools that will deliver benefits to modern customer focused dealerships.

The parts data, VIN data, illustrations and prices are updated regularly as automakers' data changes are recorded. For the automakers, this allows the flexibility to update parts and service data as required rather than in single monthly 'batches'. For the dealer it means they always have access to the most up-to-date data.

Microcat FRESH is designed specifically for trade users to make real time savings.



"Successful innovation is about knowing what to keep, what to throw away and what to invent."





Infomedia management has supported a high level of information technology infrastructure for its enterprise and commercial computing requirements. Good personnel skills and smart thinking are leveraged by the power of computing, software and telecommunications systems.

The Corporate Systems Group is responsible for the architecture, implementation, maintenance and security of four distinct systems. These are:

- the internal enterprise network
- the development and production network
- the commercial systems network
- the telecommunications network (voice, data, video, security).

Each aspect of this infrastructure is intended to provide the optimal:

- personnel productivity leverage, where and when it is needed
- cost of ownership to productivity performance
- systems health, surety, and uptime performance
- internal and external transparency of time and distance.

As a result of the year 2000 acquisitions, all three divisions of the Company moved closer toward transparent integration. Systems architecture and bandwidth supply arrangements were updated to improve certainty of infrastructure performance and costs for the next four to eight years.

Central to the Infomedia systems infrastructure plan was the commissioning of the Application Hosting Centre (AHC) in early 2002. The primary purpose of this centre is to provide hosting requirements for Infomedia's Internet-delivered products as well as the AutoLedgers timeshare (ASP) dealer management system. When the Company acquired the business of Australian Windows Publishing Pty Ltd in July it anticipated cost savings by being able to easily move the EZIMERCHANT Global Transaction Server (GTS) facilities to the AHC too. This move would reduce the costs and increase the security over the previous GTS hosting arrangements.

Another facet of the plan was the successful implementation of a new company-wide telephone system. Along with the benefit of having a consistent and more professional level of service for customers contacting the Company, there have been cost savings resulting from the integration of voice and data systems. The architecture allows the routing of Infomedia's internal phone calls over the Company's secure Internet infrastructure, which has led to reduced costs for both local and interstate telephone calls.

Good project planning and extra effort by the systems team made down-time for staff and customers inconsequential and ensured that service levels were maintained throughout the implementation.



"Telecommunications is the highway of the future - Microcat and AutoLedgers are our vehicles."

outlook - fy2003

The 2003 financial year outlook is healthy with continuing revenue growth and an optimising cost base. The primary activities for realising this year's growth involves building on the FY2002 subscriber numbers.

The Company will continue to expand the subscriber base by:

- increasing the penetration rate of products in the existing user base
- launching versions of Microcat in respect of data licenses entered into during the FY2002
- negotiating and completing more automaker data licence agreements
- commercially launching Microcat FRESH
- negotiating and completing agreements to expand existing data licenses into new markets.

The Company expects that continued revenue growth would initially come from its European operations, and later in the year North American operations would begin to make a strong impact with growth coming from General Motors, Hyundai, Land Rover and Toyota.

In particular, FY2003 will be a year to focus on building our market share in the Americas. With the newly formed EDS Automotive Retail Group distributor relationship there will be good opportunities to extend the business with our existing clients in the region, being Daihatsu, Ford, Hyundai Land Rover and Toyota.

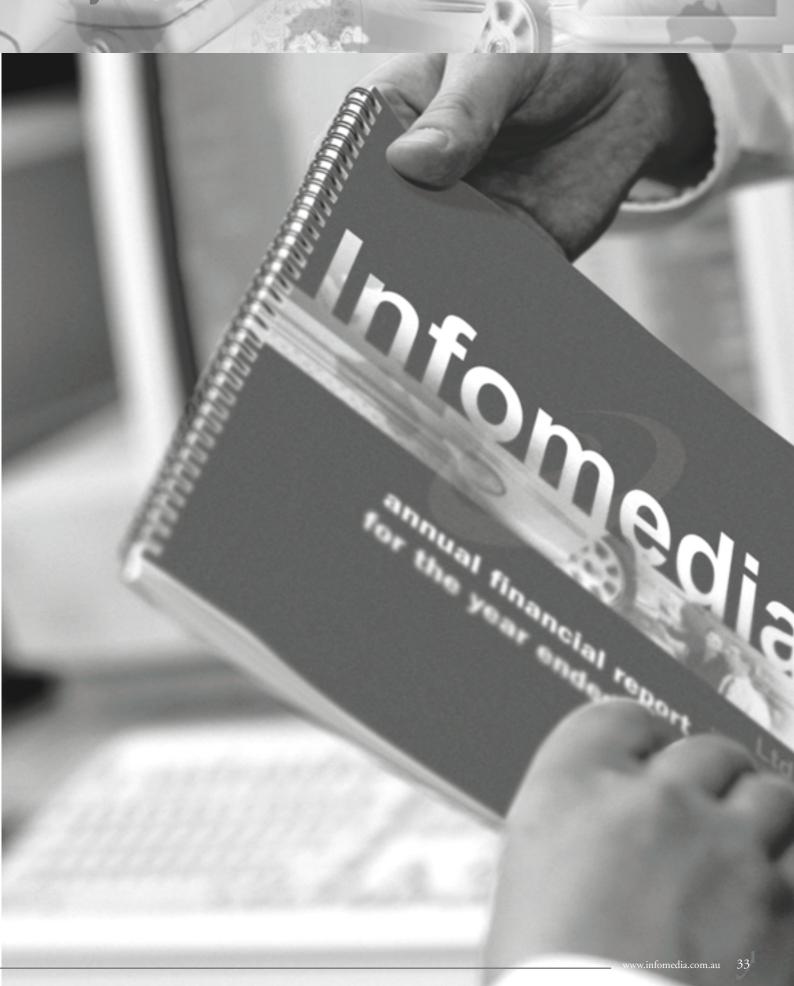
Informedia will also be looking to expand business opportunities with our newly acquired customers from General Motors and Lexus through the PartsImager EPC acquisition. We will leverage the industry contacts available through this new relationship to expand our product user base.

There will be activities to realise further opportunities in the European Union for our EPC products. As with the situation in the Americas, we will pursue opportunities with existing as well as new clients.

Infomedia may also continue to make selective acquisitions in order to build on the Company's product, intellectual property, market share and personnel asset bases. The type of business targeted for acquisition will generally have the following benefits:

- access to additional data licence agreements
- intellectual property to enhance or expand the existing product range
- access to markets currently not available to Infomedia
- additional EPC, Service Information Package or DMS product subscriber agreements.

fv2002 audited accounts



directors' report



your fy2002 directors

Your Directors submit their report for the year ended 30 June 2002. The names and details of the Directors of the Company in office during the financial year and until the date of this report are:

Richard David Graham, Chairman and CEO - Richard Graham has held senior management positions in the American and Australian computer industry since 1977. Mr Graham has been Managing Director of Infomedia since 1988. He commenced his technology career at ComputerLand Corp (USA) and ComputerLand Australia Pty Ltd, where he held the positions of Marketing Director and General Manager respectively. In 1982 he founded Wiser-Microsoft, Microsoft's first full service distributor in Australia.

Barry Raymond Ford, Non-Executive Director (Chairman of Audit and Corporate Governance Committee) Barry Ford was appointed to the Infomedia Board of Directors on 19 June 2000. Mr Ford was Director of Finance and Chief Financial Officer of Goodman Fielder Ltd from 1997 to 1999 and has sat on a number of boards, including the Island Food Company and Yallourn Energy where he was Chairman of the Audit Committee. Mr Ford held various financial management positions at General Motors Corporation between 1964 and 1989 including Director, Overseas Financial Planning & Analysis at GM Corp USA from 1984 to 1986 and Director of Finance and Strategic Planning at General Motors-Holden from 1987 to 1989.

Andrew Pattinson, Executive Director and Vice-CEO - Andrew Pattinson was appointed to the Board of Directors on 31 October 2001. He has played a leading role in Infomedia for over 14 years, with 6 of these as Director of Production and Operations in Sydney and more recently 2 years as General Manager of the Data Management Division in Melbourne. He moved back to Sydney in January 2002 to take on the role of Infomedia's Vice-CEO.

Fran Mary Hernon, Non-Executive Director (Chairman of Remuneration Committee) - Fran Hernon was appointed to the Infomedia Board of Directors on 19 June 2000. Ms Hernon has a background in media, publishing, marketing and technology. She has senior editorial experience at News Ltd and was Editor of New Woman at Murdoch Magazines, General Manager of Harrison Communications and Director of Publicity at Channel 10. Since joining NRMA in 1993 as Managing Editor of The Open Road magazine she has held several senior positions including Manager, Business Communications and most recently, Senior Account Manager, Shared Services, Group IT&T for the Insurance Australia Group.

Myer Herszberg, Non-Executive Director - Myer Herszberg has been a Director of Infomedia since 1992. Mr Herszberg has extensive consumer electronics experience and was active in bringing home computers to Australia in the early 1980s. As founder and proprietor of Melbourne's Denman Audio chain 25 years ago, he has also brought many leading edge electronic products to Australia.

Directors were in office from the beginning of the financial year until the date of this report, unless otherwise stated. Ian Michael Joicey was an Executive Director until his retirement on 31 October 2001.

directors' report

INTERESTS IN THE SHARES AND OPTIONS OF THE COMPANY AND RELATED BODIES CORPORATE

As at the date of this report, the interests of the Directors in the shares and options of the Company were:

	INFOMEDIA	A LTD
	ORDINARY SHARES	OPTIONS OVER
	FULLY PAID	ORDINARY SHARES
Wiser Laboratory Pty Limited	100,277,501	-
Rentamobile Pty Limited	28,577,154	-
Yarragene Pty Limited	45,844,445	-
Andrew Pattinson	4,407,716	648,000
Wiser Centre Pty Limited	1,000,000	-
Richard Graham	926,559	450,000
Myer Herszberg	+	450,000
Barry Ford	116,666	133,334
Fran Hernon	5,000	200,000

Richard Graham is the sole Director and beneficial shareholder of Wiser Laboratory Pty Limited. Richard Graham is a Director of Wiser Centre Pty Limited, trustee for the Wiser Centre Pty Ltd Superannuation Fund (formerly Sidford Superannuation Fund). Myer Herszberg is a Director and major shareholder of both Rentamobile Pty Limited and Yarragene Pty Limited.

PRINCIPAL ACTIVITIES

Infomedia Ltd is a Company limited by shares that is incorporated and domiciled in Australia.

The principal activities during the year of entities within the consolidated entity were:

- developer and supplier of electronic parts catalogues for the automotive industry globally;
- information management, analysis and creation for the domestic automotive and oil industries; and
- the provision of dealer management systems for the automotive industry.

There have been no significant changes in the nature of those activities during the year.

EMPLOYEES

The consolidated entity employed 135 (2001: 121) full time employees as at 30 June 2002.

DIVIDENDS

Dividends paid or declared during the year:	\$'000
Interim dividend – 1.25 cents per share – fully franked	4,036
Final dividend – 1.5 cents per share – fully franked	4,864

REVIEW AND RESULTS OF OPERATIONS

The consolidated entity experienced improvement in sales and profits over the prior year. Revenue from ordinary activities increased by 23% and profit from ordinary activities after income tax expense increased by 5%.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There has been no significant change in the state of affairs of the Company since the last Directors' Report.

SIGNIFICANT EVENTS AFTER THE BALANCE DATE

There has been no matter or circumstance that has arisen since the end of the financial year that has significantly affected the operations of the Company, the results of those operations, or the state of affairs of the Company other than the matters disclosed in Note 35: Events Subsequent To Balance Date.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS

The Directors foresee that the 2003 financial year will be a period of managed growth of its traditional business and maximizing the integration success of its acquisitions made. The most significant area for change will be in:

- continued expansion of subscription revenues for Infomedia's products;
- · continued development of Infomedia's software including delivery via the Internet; and
- organisation of an enhanced product range arising from the acquisition of new businesses.

It is anticipated that the 2003 financial year would show continued improvement in profits.

ENVIRONMENTAL REGULATION AND PERFORMANCE

The consolidated entity is not subject to any particular or significant environmental regulation under a law of the Commonwealth of Australia or of a State or Territory.

SHARE OPTIONS

Unissued shares

Andrew Pattinson received 66,000 options on 9 July 2001 pursuant to the Employee Option Plan. No other options were granted to Directors during the financial year ended 30 June 2002.

At the date of this report, there were 10,359,584 unissued ordinary shares under options (3,840,584 at balance date). Refer to notes 26 and 31 for further details.

Selective Share Plan

At the date of this report, 8,400,805 shares have been offered to selected persons pursuant to the Selective Share Plan. There are no remaining shares to be offered under the plan. The consideration for each share offered was nil. Refer to note 26 for further details.

All Selective Share Plan shares allotted during the financial year ended 30 June 2002 were made in accordance with the plan and pursuant to the Initial Public Offering (IPO) document dated 14 July 2000.

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

During the year the Company paid a premium in relation to insuring Directors and other officers against liability incurred in their capacity as a Director or officer of the Company.

The insurance contract specifically prohibits the disclosure of the nature of the policy and amount of premium paid.

directors' report

DIRECTORS' AND OTHER OFFICERS' EMOLUMENTS

The Remuneration Committee of the Board of Directors is responsible for determining and reviewing compensation arrangements for the Directors and the executive team. The Remuneration Committee assesses the appropriateness of the nature and amount of emoluments of such officers on a periodic basis by reference to relevant employment market conditions with the overall objective of ensuring maximum stakeholder benefit from the retention of a high quality board and executive team. To assist in achieving these objectives, the Remuneration Committee links the nature and amount of Executive Directors' and officers' emoluments to the Company's financial and operational performance.

Details of the nature and amount of each element of the emoluments of each Director of the Company and the consolidated entity:

EMOLUMENTS OF DIRECTORS OF INFOMEDIA LTD								
	ANNUAL EI	MOLUMENTS	LONG-TERM EMOLUMENTS					
	Base Fees	Other (a)	Superannuation Selective Share Plan (pursuant to IPO)			ant to IPO)		
					Cost to	Market		
					Company	Value \$		
	\$	\$	\$	No.	\$	(b)		
Richard Graham	192,653	10,091	15,412	308,853	-	562,112		
Andrew Pattinson	138,510	-	11,039	62,406	-	113,421		
Myer Herszberg	40,000	-	3,200	-	-	-		
Barry Ford	40,000	-	3,200	-	-	-		
Fran Hernon	40,000	-	3,200	-	-	-		
Ian Joicey	17,355	1	1,340	123,541	-	224,845		

	EMOLUMENTS OF EXECUTIVES OF INFOMEDIA LTD									
ANNUAL I	EMOLUMEN	NTS		LONG-TERM EMOLUMENTS						
	Base Fees	Other	Super-							
		(a)	annuation							
				Cost to Market Company Value \$						
	\$	\$	\$	\$	No.	\$	(b)	No.	\$	
Michael Connor	151,654	-	10,728	35,373	636	1	1,000	-	-	
Nick Georges	115,796	-	9,193		279,391	1	507,902	66,000	7,170	
Gary Martin	111,511	7,709	8,820	-	742,671	1	824,785	66,000	7,170	
Guy Bryant	105,989	8,925	8,400	-	-	1	-	-	-	
Peter Adams	105,448	7,603	8,965	1	1,423	1	2,000	-	-	

- (a) The category 'Other' includes the value of any non-cash benefits provided.
- (b) The value attributed to the Selective Share Plan and Employee Share Plan is calculated as the total number of shares allotted multiplied by the weighted average market price of the five trading days on the Australian Stock Exchange preceding first date of offer.
- (c) Options granted as part of remuneration have been valued using an option pricing model which takes into account factors such as the exercise price, the current level of volatility of the underlying share price and the time to maturity of the option. There was no cost to the Company in issuing the options.

DIRECTORS' MEETINGS

The number of meetings of Directors (and meetings of committees of Directors) held during the year and the number of meetings attended by each Director was as follows:

		MEETINGS OF COMMITTEES				
	Directors' Meetings	Audit & Corporate Governance	Remuneration			
Number of meetings held:	11	3	2			
Number of meetings attend	led:					
Richard Graham	10	-	-			
Ian Joicey	2	+	-			
Andrew Pattinson	8	н	-			
Myer Herszberg	11	3	2			
Barry Ford	11	3	-			
Fran Hernon	10	3	2			

ROUNDING

The amounts contained in this report and in the financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Class Order 98/0100. The Company is an entity to which the Class Order applies.

CORPORATE GOVERNANCE

In recognising the need for the highest standards of corporate behaviour and accountability, the Directors of Infomedia Ltd support and have adhered to the principles of corporate governance. As at the date of this report, the Company had an Audit & Corporate Governance Committee and a Remuneration Committee of the Board of Directors. The members of the Audit & Corporate Governance Committees are Barry Ford, Fran Hernon and Myer Herszberg. The members of the Remuneration Committee are Fran Hernon and Myer Herszberg.

Signed in accordance with a resolution of the Directors.

whard frak

Richard David Graham Chairman

Sydney, 26 August 2002

statement of financial performance

YEAR ENDED 30 JUNE 2002	NOTES	CONSO	LIDATED	INFOME	DIA LTD
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
Revenue from ordinary activities	2(i)	44,465	36,123	42,395	31,555
Expenses from ordinary activities excluding					
Supreme Court Litigation and borrowing costs	2(ii)	(23,859)	(16,747)	(22,206)	(13,209)
Borrowing costs expense	2(iii)	(11)	(84)	(11)	(18)
Costs incurred in defending and disposing of					
Supreme Court Litigation	2(iv)	(1,218)	-	(1,218)	-
Profit from ordinary activities before					
income tax expense		19,377	19,292	18,960	18,328
Income tax expense relating to ordinary activities	3	(5,968)	(6,467)	(5,661)	(6,049)
Profit from ordinary activities after					
income tax expense	5	13,409	12,825	13,299	12,279
Total revenues, expenses and valuation adjustmen	nts				
attributable to Infomedia Ltd and recognised					
directly in equity		-	-	-	-
Total changes in equity other than those resulting	g from				
transactions with owners as owners		13,409	12,825	13,299	12,279
Basic earnings per share (cents per share)	23	4.15	4.06		
Diluted earnings per share (cents per share)	23	4.13	3.98		
Franked dividends per share (cents per share)	4	2.75	2.50		

statement of financial position

AT 30 JUNE 2002	NOTES	CONSO	LIDATED	INFOMEDIA LTD		
		2002	2001	2002	2001	
		\$'000	\$'000	\$'000	\$'000	
		\$ 000	\$ 000	\$ 000	\$ 000	
CURRENT ASSETS						
Cash		18,785	16,852	18,196	15,951	
Receivables	6	5,481	7,798	4,871	6,432	
Inventories	7	61	185	44	20	
Other	8	228	695	212	125	
TOTAL CURRENT ASSETS		24,555	25,530	23,323	22,528	
NON-CURRENT ASSETS						
Receivables – wholly owned group	9	_	_	5,965	5,144	
Investments	10	-	_	-	-	
Property, plant and equipment	12	6,890	2,789	4,248	2,281	
Intangible assets	13	5,573	6,270	2,182	2,442	
Deferred research & development costs	14	2,503	1,778	2,503	1,778	
Deferred tax assets	15	603	337	473	235	
TOTAL NON-CURRENT ASSETS		15,569	11,174	15,371	11,880	
TOTAL ASSETS		40,124	36,704	38,694	34,408	
		,				
CURRENT LIABILITIES						
Payables	16	1,845	1,991	1,611	1,658	
Interest-bearing liabilities	17	58	101	58	101	
Provisions excluding tax liabilities	18	5,902	5,732	5,612	5,426	
Provision for income tax		1,026	1,395	1,104	1,082	
Deferred revenue	19	605	1,112	406	351	
TOTAL CURRENT LIABILITIES		9,436	10,331	8,791	8,618	
NON-CURRENT LIABILITIES						
Interest-bearing liabilities	20	14	85	14	85	
Provisions excluding tax liabilities	21	201	147	103	131	
Deferred tax liabilities		782	925	782	935	
TOTAL NON-CURRENT LIABILITIES		997	1,157	899	1,151	
TOTAL LIABILITIES		10,433	11,488	9,690	9,769	
NIPE ACCREC		20.625	25.216	20.22/	2/ 522	
NET ASSETS		29,691	25,216	29,004	24,639	
EQUITY						
Contributed equity	22	17,474	17,474	17,474	17,474	
Retained profits	5	12,217	7,742	11,530	7,165	

statement of cash flows

YEAR ENDED 30 JUNE 2002 NOTES	CONSO	LIDATED	INFOME	DIA LTD
	2002	2001	2002	2001
	\$'000	\$'000	\$'000	\$'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	46,823	31,526	44,232	27,694
Payments to suppliers and employees	(25,066)	(18,229)	(24,766)	(15,176)
Interest received	575	912	689	922
Borrowing costs	(11)	(85)	(11)	(18)
Income tax paid	(6,737)	(5,951)	(6,016)	(5,696)
NET CASH FLOWS FROM				
OPERATING ACTIVITIES 24 (a)	15,584	8,173	14,128	7,726
CASH FLOWS FROM INVESTING ACTIVITIES				
Acquisition of property, plant and equipment	(4,617)	(1,092)	(2,849)	(666)
Proceeds from sale of property, plant and equipment	15	-	15	-
Purchase of business	-	(2,170)	-	(2,170)
Payment of option to acquire a business 35	(60)	-	(60)	-
NET CASH FLOWS FROM/(USED IN)				
INVESTING ACTIVITIES	(4,662)	(3,262)	(2,894)	(2,836)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issue of ordinary shares		19,000		19,000
Proceeds from exercise of options from related parties 31		67		67
Repayment of borrowings		(5,000)	_	(5,000)
Dividends paid on ordinary shares	(8,874)	(3,193)	(8,874)	(3,193)
Finance lease principal	(115)	(176)	(115)	(176)
NET CASH FLOWS FROM/(USED IN)	(11))	(170)	(11))	(170)
FINANCING ACTIVITIES	(8,989)	10,698	(8,989)	10,698
THAIR COING HOTTVITIES	(0,707)	10,070	(0,707)	10,070
NET INCREASE IN CASH HELD	1,933	15,609	2,245	15,588
Add opening cash brought forward	16,852	1,243	15,951	363
CLOSING CASH CARRIED FORWARD 24 (b)	18,785	16,852	18,196	15,951
CLOSING CASH CARRIED FORWARD 24 (0)	10,/0)	10,002	10,170	17,771

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

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

The financial report is a general purpose financial report which has been prepared in accordance with the requirements of the Corporations Act 2001 which includes applicable Accounting Standards. Other mandatory professional reporting requirements (Urgent Issues Group Consensus Views) have also been complied with.

(b) Changes in accounting policies

The accounting policies adopted are consistent with those of the previous year except for the accounting policy with respect to earnings per share.

The consolidated entity has adopted the revised Accounting Standard AASB1027 "Earnings Per Share" (EPS) and has for the first time, determined basic and diluted earnings per share in accordance with the revised Standard.

Diluted EPS was previously determined by dividing the profit from ordinary activities after tax adjusted for the effect of earnings on potential ordinary shares, by the weighted average number of ordinary shares (both issued and potentially dilutive) outstanding during the financial year.

In accordance with AASB1027, diluted EPS is now calculated as net profit attributable to members, adjusted for:

- cost of servicing equity (other than dividends);
- the after tax effect of dividends and interest associated with potentially dilutive ordinary shares that have been recognised as expenses;
 and
- other non-discretionary changes in revenue or expenses during the period that would result from the dilution of potential ordinary shares:

divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

(c) Principles of consolidation

The consolidated financial statements are those of the economic entity, comprising Infomedia Ltd (the parent entity) and all entities which Infomedia Ltd controlled from time to time during the year and at balance date.

Information from the financial statements of subsidiaries is included from the date the parent entity obtains control until such time as control ceases. Where there is loss of control of a subsidiary, the consolidated financial statements include the results for the part of the reporting period during which the parent company has control.

Subsidiary acquisitions are accounted for using the purchase method of accounting.

The financial statements of subsidiaries are prepared for the same reporting period as the parent entity, using consistent accounting policies. Adjustments are made to bring into line any dissimilar accounting policies which may exist.

All intercompany balances and transactions, including recognised profits arising from intra-group transactions, have been eliminated in full. Unrealised losses are eliminated unless costs cannot be recovered.

(d) Foreign currencies

Translation of foreign currency transactions

Transactions in foreign currencies of entities within the consolidated entity are converted to local currency at the rate of exchange ruling at the date of the transaction.

Amounts payable to and by the entities within the consolidated entity that are outstanding at the balance date and are denominated in foreign currencies have been converted to local currency using rates of exchange ruling at the end of the financial year.

Except for certain specific hedges and hedges of foreign currency operations, all resulting exchange differences arising on settlement or restatement are brought to account in determining the profit or loss for the financial year, and transaction costs, premiums and discounts on forward currency contracts are deferred and amortised over the life of the contract.

Forward exchange contracts

The consolidated entity enters into forward exchange contracts where it agrees to sell specified amounts of foreign currencies in the future at a predetermined exchange rate. The objective is to match the contract with anticipated future cash flows from sales and purchases in foreign currencies, to protect the consolidated entity against the possibility of loss from future exchange rate fluctuations. The forward exchange contracts are usually for no longer than twelve to twenty-four months. Forward exchange contracts are recognised at the date the contract is entered. Exchange gains or losses on forward exchange contracts are charged to the profit and loss except those relating to hedges of specific commitments which are deferred and included in the measurement of the sale or purchase.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

continued from previous page

(e) Cash and cash equivalents

Cash on hand and in banks and short-term deposits are stated at nominal values.

For the purposes of the Statement of Cash Flows, cash includes cash on hand and in banks, and money market investments readily convertible to cash within two working days, net of outstanding bank overdrafts.

(f) Trade and other receivables

Trade receivables are recognised and carried at original invoice amount less a provision for any uncollectable debts. An estimate for doubtful debts is made when collection is no longer probable. Bad debts are written-off as incurred.

Receivables from related parties are recognised and carried at the nominal amount due. Interest is taken up as income on an accrual basis.

(g) Investments

All other non-current investments are carried at the lower of cost and recoverable amount.

(h) Inventories

Manufacturing

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

- Raw materials purchase cost on a first-in-first-out basis; and
- Work-in-progress cost of direct labour and materials.

(i) Recoverable amount

Non-current assets are not carried at an amount above their recoverable amount, and when carrying values exceed this recoverable amount the assets are written down to the recoverable amount.

(j) Property, plant and equipment

Cost and valuation

Property, plant and equipment are carried at cost.

Depreciation

Depreciation is provided on a straight line basis on all property, plant and equipment, other than freehold land.

Major depreciation periods are:

	2002	2001
Freehold buildings:	40 years	40 years
Leasehold improvements:	5 to 20 years	6 years
Plant and equipment:	3 to 15 years	3 to 15 years
Plant and equipment under lease:	3 years	3 years

(k) Leases

Leases are classified at their inception as either operating or finance leases based on the economic substance of the agreement so as to reflect the risks and benefits incidental to ownership.

Operating leases

The minimum lease payments of operating leases, where the lessor effectively retains substantially all of the risks and benefits of ownership of the leased item, are recognised as an expense on a straight line basis. Contingent rentals are recognised as an expense in the financial year in which they are incurred.

Finance leases

Leases which effectively transfer substantially all of the risks and benefits incidental to ownership of the leased item to the group are recognised at the present value of the minimum lease payments and disclosed as property, plant and equipment under lease. A lease liability of equal value is also recognised.

Capitalised lease assets are depreciated over the estimated useful life of the assets. Minimum lease payments are allocated between interest expense and reduction of the lease liability with the interest expense calculated using the interest rate implicit in the lease and charged directly to profit and loss.

The cost of improvements to or on leasehold property is recognised, disclosed as leasehold improvements, and amortised over the unexpired period of the lease or the estimated useful lives of the improvements, whichever is the shorter.

(l) Intangibles Goodwill

Goodwill represents the excess of the purchase consideration over the fair value of identifiable net assets acquired at the time of acquisition of a business or shares in a controlled entity. Goodwill is amortised by the straight-line method over the period during which benefits are expected to be received. This is taken as being ten years.

Intellectual property

Intellectual property relates to copyright over a key product and is amortised over its useful life, being ten years.

(m) Trade and other payables

Liabilities for trade creditors and other amounts are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the consolidated entity.

Payables to related parties are carried at the principal amount. Interest, when charged by the lender, is recognised as an expense on an accrual basis.

(n) Revenue in advance

Certain contracts allow annual subscriptions to be invoiced in advance. The components of revenue relating to the subscription period beyond balance date are recorded as a liability.

(o) Loans and borrowings

All loans are measured at the principal amount. Interest is charged as an expense as it accrues. Finance lease liability is determined in accordance with the requirements of AASB 1008: Leases.

(p) Share capital

Ordinary share capital is recognised at the fair value of the consideration received by the Company. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

(q) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Subscription

Subscription revenue is recognised when title of licence has passed to the buyer with related support revenue being recognised over the service period. Where title of licence and related support revenue are inseparable then the revenue is recognised over the service period.

Interesi

Control of a right to receive consideration for the provision of, or investment in, assets has been attained.

(r) Taxes

Income taxes

Tax-effect accounting is applied using the liability method whereby income tax is regarded as an expense and is calculated on the accounting profit after allowing for permanent differences. To the extent timing differences occur between the time items are recognised in the financial statements and when items are taken into account in determining taxable income, the net related taxation benefit or liability, calculated at current rates, is disclosed as a future income tax benefit or a provision for deferred income tax. The net future income tax benefit relating to tax losses and timing differences is not carried forward as an asset unless the benefit is virtually certain of being realised.

Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except:

- where the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is
 recognised as part of the acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

continued from previous page

(s) Employee entitlements

Provision is made for employee entitlement benefits accumulated as a result of employees rendering services up to the reporting date. These benefits include wages and salaries, annual leave and long service leave.

Liabilities arising in respect of wages and salaries, annual leave and any other employee entitlements expected to be settled within twelve months of the reporting date are measured at their nominal amounts. All other employee entitlement liabilities are measured at the present value of the estimated future cash outflow to be made in respect of services provided by employees up to the reporting date. In determining the present value of future cash outflows, the interest rates attaching to government guaranteed securities which have terms to maturity approximating the terms of the related liability are used.

Employee entitlements expenses and revenues arising in respect of the following categories:

- wages and salaries, non-monetary benefits, annual leave, long service leave and other leave entitlements; and
- · other types of employee entitlements

are charged against profits on a net basis in their respective categories.

The value of the employee share scheme described in note 26 is not being charged as an employee entitlement expense.

In respect of the consolidated entity's accumulated benefits superannuation plans, any contributions made to the superannuation funds by entities within the consolidated entity are charged against profits when due.

(t) Research and development costs

Research and development costs are expensed as incurred, except where the future benefits are recoverable beyond any reasonable doubt. When research and development costs are deferred such costs are amortised over future periods on a basis related to expected future benefits. Unamortised costs are reviewed at each balance date to determine the amount (if any) that is no longer recoverable and any amount identified is written off.

(u) Earnings per share (EPS)

Basic EPS are determined by dividing the profit from ordinary activities after related income tax expense by the weighted average number of ordinary shares outstanding during the financial year.

Diluted EPS is calculated as net profit attributable to members, adjusted for:

- cost of servicing equity (other than dividends);
- the after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses;
 and
- other non-discretionary changes in revenue or expenses during the period that would result from the dilution of potential ordinary shares:

divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

30 JUNE 2002	NOTES	CONSC	LIDATED	INFOMEDIA LTD		
		2002	2001	2002	2001	
		\$'000	\$'000	\$'000	\$'000	
2. PROFIT FROM ORDINARY ACTIVITIES						
Profit from ordinary activities before income tax						
expense includes the following revenues and						
expenses whose disclosure is relevant in explaining						
the financial performance of the entity:						
(i) Revenues from ordinary activities						
Sales revenue		43,846	34,452	41,662	29,875	
Interest revenue						
- wholly owned group		-	-	133	35	
- other persons/corporations		575	912	556	887	
Total interest revenue		575	912	689	922	
Foreign currency exchange gain		-	577	-	577	
Profit on sale of non-current assets		7	-	7	-	
Other revenue		37	182	37	181	
Revenues from ordinary activities		44,465	36,123	42,395	31,555	
(ii) Expenses from ordinary activities excluding						
Supreme Court Litigation and borrowing costs	2					
Cost of goods sold	,	8,935	7,183	8,351	6,137	
Salaries & wages (including on-costs)		10,031	7,150	8,162	5,844	
Summer or wages (morating on costs)		10,031	7,130	0,102	>,011	
Depreciation of non-current assets						
- Buildings		39	6	6	6	
- Plant & equipment		914	696	807	593	
- Plant & equipment under lease		12	38	12	38	
- Leasehold improvements		90	41	50	27	
Total depreciation of non-current assets		1,055	781	875	664	
Amortisation of non-current assets						
- Goodwill		497	472	59	35	
- Intellectual property		200	117	200	117	
- Deferred research and development costs		315	122	315	122	
Total amortisation of non-current assets		1,012	711	574	274	
		-,	,	2, -		
Management fee paid to controlled entities		-	-	1,750	-	
Bad and doubtful debts		146	86	136	36	
Operating lease rental		481	275	551	173	
Foreign currency exchange loss		312	-	312	-	
Other expenses		1,887	561	1,495	81	
Expenses from ordinary activities excluding						
Supreme Court Litigation and borrowing costs	1	23,859	16,747	22,206	13,209	
(iii) Borrowing costs						
Interest expense						
- other corporations		-	66	-	-	
Finance charges – lease liability		11	18	11	18	
Borrowing costs		11	84	11	18	
(;) (; ; ; ;						
(iv) Significant items						
Costs incurred in defending and disposing of						
Supreme Court Litigation	34	1,218	-	1,218	-	

30 JUNE 2002 NOTES	CONSO	LIDATED	INFOMEDIA LTD		
	2002	2001	2002	2001	
	\$'000	\$'000	\$'000	\$'000	
2. PROFIT FROM ORDINARY ACTIVITIES					
continued from previous page					
(v) Research & development costs					
(included within item 2(ii) previous page)					
Total research & development costs incurred					
during the year	1,975	1,900	1,975	1,900	
Less: research & development costs deferred	(1,040)	(1,900)	(1,040)	(1,900)	
Net research and development costs expensed	935	-	935	-	
3. INCOME TAX					
The prima facie tax on operating profit differs from the income tax provided in the financial					
statements as follows:					
Prima facie tax on operating profit at 30% (2001: 34%)	5,813	6,559	5,688	6,232	
Tax effect of permanent differences	2,013	3,222	2,000	3,232	
- Legal expense	44	19	44	19	
- Entertainment	30	15	25	15	
- Depreciation of buildings	2	2	2	2	
- Amortisation of intangible assets	209	200	78	51	
- Additional research and development deduction	(148)	(162)	(148)	(162)	
- Intellectual property – copyright deduction	(24)	(27)	(24)	(27)	
(Over)/under provision of previous year	42	(49)	(4)	24	
Adjustment to deferred tax balances	-	(12)	-	(12)	
Amount attributable to change in income tax rate	-	(78)	-	(93)	
Income tax expense attributable to operating profit	5,968	6,467	5,661	6,049	
4. DIVIDENDS PROPOSED OR PAID					
(a) Dividends proposed					
Franked - 1.5 cents (2001: 1.5) per share	4,864	4,804	4,864	4,804	
(b) Dividends paid during the year:					
Franked interim - 1.25 cents (2001:1.0) per share	4,036	3,193	4,036	3,193	
Final 2001 franked dividend – 1.5 cents per share	4,838	-	4,838	-	
Total dividends paid during the year	8,874	3,193	8,874	3,193	
The tax rate at which dividends were franked is					
30% (2001: 34%)					
The amount of franking credits available for the					
subsequent financial year are:					
- franking account balance as at the end of the			1/ (22	7.066	
financial year			14,620	7,866	
- franking credits that will arise from the payment			2.575	2 100	
of income tax payable as at the end of the financial year franking debits that will arise from the payment			2,575	2,100	
of dividends as at the end of the financial year			(4,864)	(4,804)	
or arracines as at the end of the infancial year			12,331	5,162	
			12,331	2,102	

30 JUNE 2002 NO	ΓES	CONSO	LIDATED	INFOME	DIA LTD
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
		+		7 000	+
5. RETAINED PROFITS					
Balance at the beginning of the year		7,742	2,914	7,165	2,883
Profit from ordinary activities after income tax expense		13,409	12,825	13,299	12,279
Total available for appropriation		21,151	15,739	20,464	15,162
Dividends provided for or paid: 2001		(34)	(7,997)	(34)	(7,997)
Dividends provided for or paid: 2002		(8,900)		(8,900)	
Balance at the end of the year		12,217	7,742	11,530	7,165
6. RECEIVABLES (CURRENT)					
Trade debtors		5,473	7,573	4,875	6,157
Provision for doubtful debts		(45)	(86)	(45)	(36)
		5,428	7,487	4,830	6,121
Other debtors		53	194	41	194
Amounts other than trade debts receivable from					
related parties: Directors and Director-related					
entities	31	-	117	-	117
		5,481	7,798	4,871	6,432
(a) Australian dollar equivalent of amounts receivable					
in foreign currencies not effectively hedged:					
New Zealand dollars		14	22	14	13
		14	22	14	13
4) 7					
(b) Terms and conditions relating to the above					
financial instruments:					
(i) Credit sales are on terms up to 30 days.(ii) Details of the terms and conditions of related					
party receivables are set out in Note 31.					
party receivables are set out in Note 31.					
7. INVENTORIES (CURRENT)					
Raw materials					
At cost		61	59	44	20
Work in progress					
At cost		-	126	-	-
Total inventories at the lower of cost and					
net realisable value		61	185	44	20

		NOTES		CONSOLIDATED		INFOME	DIA LTD
				2002	2001	2002	2001
				\$'000	\$'000	\$'000	\$'000
8. OTHER CURRE	NT ASSETS			228	1/0	212	125
Prepayments Deposit paid on prop	ortz			- 228	149 546	212	125
Deposit paid on prop	crty			228	695	212	125
9. RECEIVABLES	-	ENT)					
Wholly-owned group							
- subsidiary entitie	es		31	-	-	5,965	5,144
10. INVESTMENTS	S (NON-CUR	RENT)					
Investments at cost co	=	,					
Controlled entities –			11	-	-	\$7 only	\$6 only
Total investments in l	balance sheet			-	-	\$7 only	\$6 only
11. INTERESTS IN							
Name	Country of incorporation	t	nterest held by he				
Infomedia	•	consolida	ated entity				
Investments		2002	2001				
Pty Ltd		%	%				
ordinary shares	Australia	100	100			\$2 only	\$2 only
Datateck Publishing							
Pty Ltd	A 1:		100			47.1	
– ordinary shares	Australia	100				\$4 only	\$4only
AutoConsulting							
Pty Ltd							
		100				\$1 only	-
ordinary shares (a)	Australia						

30 JUNE 2002	NOTES	CONSO	LIDATED	INFOME	DIA LTD
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
12. PROPERTY, PLANT AND EQUIPME	NT	+	+	7 000	7
Freehold land and buildings					
At cost		2,860	647	647	647
Provision for depreciation		(57)	(18)	(24)	(18)
		2,803	629	623	629
Leasehold improvements					
At cost		1,224	500	972	248
Provision for amortisation		(205)	(115)	(150)	(100)
		1,019	385	822	148
Total land and buildings		3,822	1,014	1,445	777
Office equipment					
At cost		3,514	1,807	3,088	1,478
Provision for depreciation		(1,317)	(632)	(1,102)	(521)
1101ision for depreciation		2,197	1,175	1,986	957
Furniture & fittings		520	211	505	201
At cost		520	211	505	201
Provision for depreciation		(152) 368	(94) 117	(145)	(91)
		300	11/	300	110
Plant and equipment					
At cost		1,298	1,073	1,247	1,021
Provision for depreciation		(802)	(618)	(797)	(612)
		496	455	450	409
Plant and equipment under lease					
At cost		165	198	165	198
Provision for amortisation		(158)	(170)	(158)	(170)
		7	28	7	28
Total plant and equipment		3,068	1,775	2,803	1,504
Total property, plant and equipment					
At cost		9,581	4,436	6,624	3,793
Provision for depreciation and amortisation	on	(2,691)	(1,647)	(2,376)	(1,512)
Total written down amount		6,890	2,789	4,248	2,281
(a) Assets pledged as security					
The Company's bank holds a mortgage over					
freehold land and buildings. Lease liabilities a	ire				
secured by a charge over the leased assets.					

30 JUNE 2002 NOTE	ES CONSC	DLIDATED	INFOM	EDIA LTD
	2002	2001	2002	2001
	\$'000	\$'000	\$'000	\$'000
12. PROPERTY, PLANT AND EQUIPMENT	φ 000	φ 000	φ 000	φ 000
continued from previous page				
commuta from previous page				
(b) Reconciliation of property, plant and equipment				
carrying values				
Freehold land and buildings				
Carrying amount – opening balance	629	635	629	635
Additions	2,213	-	-	-
Depreciation	(39)	(6)	(6)	(6)
Carrying amount – closing balance	2,803	629	623	629
, ,				
Leasehold Improvements				
Carrying amount - opening balance	385	84	148	78
Additions	724	342	724	97
Depreciation	(90)	(41)	(50)	(27)
Carrying amount – closing balance	1,019	385	822	148
Office equipment				
Carrying amount – opening balance	1,175	470	957	310
Additions	1,691	735	1,595	566
Additions through acquisition of business	-	355	-	355
Transfers in from other categories	9	-	9	-
Disposals	(7)	-	(7)	-
Depreciation	(671)	(385)	(568)	(274)
Carrying amount – closing balance	2,197	1,175	1,986	957
Furniture & fittings				
Carrying amount – opening balance	117	144	110	144
Additions	309	14	306	4
Additions through acquisition of business	- 307	8	-	8
Depreciation	(58)	(49)	(56)	(46)
Carrying amount – closing balance	368	117	360	110
Carrying amount closing butanet	300	11/	300	110
Plant and equipment				
Carrying amount – opening balance	455	718	409	683
Additions	226	-	226	-
Depreciation	(185)	(263)	(185)	(274)
Carrying amount – closing balance	496	455	450	409
Plant and equipment under lease				
Carrying amount – opening balance	28	66	28	66
Transfers out to other categories	(9)	-	(9)	-
Depreciation	(12)	(38)	(12)	(38)
Carrying amount – closing balance	7	28	7	28

30 JUNE 2002	NOTES	CONSO	LIDATED	INFOME	DIA LTD
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
13. INTANGIBLE ASSETS					
Goodwill – at cost		4,968	4,968	593	593
Accumulated amortisation		(1,078)	(581)	(94)	(34)
		3,890	4,387	499	559
Intellered and are are		2,000	2 000	2,000	2,000
Intellectual property – at cost Accumulated amortisation		2,000 (317)	2,000 (117)	2,000 (317)	2,000 (117)
Accumulated amortisation		1,683	1,883	1,683	1,883
		5,573	6,270	2,182	2,442
		2,27.0	v,=, v		
14. DEFERRED RESEARCH & DEVELOPMENT COSTS					
Balance at beginning of year		1,900	-	1,900	-
Research & development costs incurred during					
the year and deferred		1,040	1,900	1,040	1,900
		2,940	1,900	2,940	1,900
A		(/27)	(122)	(427)	(122)
Accumulated amortisation Balance at end of year		(437) 2,503	(122) 1,778	(437) 2,503	(122) 1,778
balance at end of year		2,303	1,//8	2,303	1,//8
15. DEFERRED TAX ASSETS					
Future income tax benefit		603	337	473	235
		603	337	473	235
16. PAYABLES (CURRENT)					
Trade creditors		1,095	1,390	1,062	1,361
Other creditors		750	601	549	297
		1,845	1,991	1,611	1,658
(a) Terms and conditions relating to the above					
financial instruments					
(i) Trade and other creditors are normally					
settled on 30 day terms.					
					l

30 JUNE 2002	NOTES	CONSO	LIDATED	INFOME	DIA LTD
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
45 INTEREST READING LIANUITIES					
17. INTEREST-BEARING LIABILITIES (CURRENT)					
Lease liability	25	58	101	58	101
·		58	101	58	101
(a) Terms and conditions relating to the above financial instruments:					
(i) Finance leases have an average lease term					
of 3 years with the option to purchase the					
asset at the completion of the lease term					
for the asset's residual value. The average					
discount rate implicit in the leases is 8%					
(2001: 8%). Lease liabilities are secured					
by a charge over the leased assets.					
by a charge over the reased assets.					
18. PROVISIONS EXCLUDING TAX					
LIABILITIES (CURRENT)	4	4,864	4.904	4.964	4 904
Provision for dividends Employee entitlements	26	1,038	4,804 928	4,864 748	4,804 622
Employee chiticinents	20	5,902	5,732	5,612	5,426
		- 72	27.2	2,7	2,000
19. DEFERRED REVENUE (CURRENT)					
Revenue in advance		605	1,112	406	351
		605	1,112	406	351
20. INTEREST-BEARING LIABILITIES					
(NON-CURRENT)					
Lease liability	25	14	85	14	85
·		14	85	14	85
(a) Terms and conditions relating to the above					
financial instruments					
(i) Finance leases have an average lease term					
of 3 years with the option to purchase the asset at the completion of the lease					
term for the asset's residual value.					
The average discount rate implicit in the					
leases is 8% (2001: 8%). Lease liabilities					
	to.				
are secured by a charge over the leased asset	ıs.				
21. PROVISIONS EXCLUDING TAX					
LIABILITIES (NON-CURRENT)					
Employee entitlements	26	201	147	103	131
		201	147	103	131

30 JUNE 2002	NOTES	CONSOI	LIDATED	INFOMEI	DIA LTD
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
22. CONTRIBUTED EQUITY		+	+		7
Issued and paid up capital					
- 323,734,073 shares fully paid					
(2001: 320,289,707)		17,474	17,474	17,474	17,474
		17,474	17,474	17,474	17,474
		200	02	200	1
		Number		Number	
		of shares	\$'000	of shares	\$'000
Movement in shares on issue					
Beginning of the financial year		320,289,707	17,474	296,499,190	480
Issued during the financial year:					
- Initial Public Offering	22(a)	-	-	19,000,000	16,927
- Selective Share Plan	26	3,304,729	-	4,663,683	-
- Employee Share Plan	26	139,637	-	60,168	-
Options exercised by Directors	31	222 72 / 072	- 17 /7/	66,666	67
End of the financial year		323,734,073	17,474	320,289,707	17,474
(a) Initial Public Offering On 16 August 2000, 19,000,000 shares at \$1.00 each pursuant to the Initial Pu document dated 14 July 2000. A total of in costs associated with the offering was directly against equity. (b) Employee Option Plan A total of 1,336,500 options were issued to eligible employees during the year at an average exercise price of \$ 23. EARNINGS PER SHARE The following reflects the income and share used in the calculations of basic and diluted earnings per share:	blic Offering if \$2,073,000 recorded 1.58.	2002 \$`000	2001 \$'000		
Earnings used in calculating					
pasic and diluted earnings per share		13,409	12,825		
		Number of shares	Number of shares		
Weighted average number of ordinary share	es used				
in calculating basic earnings per share		322,780,335	316,247,239		
Effect of dilutive securities Share options		255,791	745,938		
Employee Share Plan shares		56,963	36,266		
Selective Share Plan shares		1,329,168	5,338,759		
Adjusted weighted average number of ording shares used in calculating diluted earnings		324,422,257	322,368,202		

30 JUNE 2002	NOTES	CONSO	LIDATED	INFOME	DIA LTD
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
24. STATEMENT OF CASH FLOWS		,	,	,	,
(a) Reconciliation of profit after tax to the no	et				
cash flow from operating activities					
Profit from ordinary activities after					
income tax expense		13,409	12,825	13,299	12,279
Depreciation of non-current assets		1,055	781	875	664
Amortisation of non-current assets		1,012	711	574	274
Provision for doubtful debts		(41)	86	9	36
Net (profit)/loss on sale of non current as	ssets	(7)	-	(7)	-
Changes in assets and liabilities					
Trade receivables and other debtors		2,357	(4,596)	732	(3,372)
Deferred research and development costs		(1,040)	(1,900)	(1,040)	(1,900)
Trade and other creditors		(146)	(704)	(47)	(913)
Provision for employee entitlements		164	116	98	97
Tax provision		(369)	(170)	22	(355)
Deferred income tax liability		(143)	677	(153)	683
Future income tax benefit		(266)	20	(238)	37
Prepayments		(18)	(178)	(27)	14
Inventories		124	(55)	(24)	(6)
Revenue in advance		(507)	560	55	188
Net cash flow from operating activities		15,584	8,173	14,128	7,726
(b) Reconciliation of cash					
Cash balance comprises:					
– cash on hand		3,896	1,667	3,307	766
- cash on deposit		14,889	15,185	14,889	15,185
		18,785	16,852	18,196	15,951
(c) Financing facilities available					

(c) Financing facilities available

There were no financing facilities in place at balance date.

30 JUNE 2002	NOTES		CONSOLIDATED		INFOMEDIA LTD		
		2002	2001	2002	2001		
		\$'000	\$'000	\$'000	\$'000		
25. EXPENDITURE COMMITMENTS		7 000		7 000	7 000		
(a) Capital expenditure commitments							
Estimated capital expenditure contracted for							
at balance date but not provided for							
– payable not later than one year		-	-	-	-		
– property		-	1,585	-	-		
(b) Lease expenditure commitments							
(i) Operating leases (non-cancellable):							
Minimum lease payments				ć o =			
– not later than one year		531	188	695	135		
- later than one year and not later than five ye	ears	1,455	44	1,449	36		
- later than five years		213	-	213	-		
- aggregate operating lease expenditure		2.100		2.257			
contracted for at balance date		2,199	232	2,357	171		
(ii) Finance leases:							
not later than one year		60	111	60	111		
later than one year and not later than five year	pare	15	87	15	87		
total minimum lease payments	:415	75	198	75	198		
- future finance charges		(3)	(12)	(3)	(12)		
rature imanee charges		72	186	72	186		
		, 2	100	, 2	100		
– lease liability							
- current liability	17	58	101	58	101		
– non-current liability	20	14	85	14	85		
- aggregate finance lease expenditure contracto	ed						
for at balance date		72	186	72	186		
(c) Assets which are the subject of finance leases							
include computer hardware and equipment.							
(d) Operating leases have an average lease term							
of two years (2001: three years). Assets which							
are the subject of operating leases include office	ce space.						
			l				

30 JUNE 2002	NOTES	CONSOLIDATED		INFOMEDIA LTD	
		2002	2001	2002	2001
		\$'000	\$'000	\$'000	\$'000
26. EMPLOYEE ENTITLEMENTS AND SUPERANNUATION COMMIT	MENTS				·
Employee Entitlements					
The aggregate employee entitlement liability					
is comprised of:					
Provisions (current)	18	1,038	928	748	622
Provisions (non-current)	21	201	147	103	131
		1,239	1,075	851	753

Employee Option Plan

The Employee Option Plan entitles the Company to offer 'eligible employees' options to subscribe for shares in the Company. Options will be granted at a nil issue price unless otherwise determined by the Directors of the Company and each Option enables the holder to subscribe for one Share. The exercise price for the Options granted will be as specified on the option certificate or, if not specified, the volume weighted average price for Shares of the Company for the five days trading immediately before the day on which the options were granted. The Options may be exercised in accordance with the date determined by the Company, which must be within three years of the option being granted. The total number of Options issued at the date of this report is 10,359,584 (2001: 3,792,584). Please refer to note 35 for further details.

Employee Share Plan

The Company provides employees, not including Directors, the opportunity to acquire shares in the Company. The scheme applies to employees with at least 12 months service and provides that offers be made to at least 75% of the persons employed by the Company for at least 36 months and not more than twice in each financial year. The offer to each employee cannot exceed a market value of \$1,000. The consideration for each share offered will be nil unless otherwise determined by the Directors. Shares may not be offered to employees who are ineligible, being employees with legal or beneficial interest in more than 5% of the Company or that they control or may cast more than 5% of the maximum votes at a general meeting of the Company. The total number of shares issued pursuant to the Employee Share Plan at the date of this report is 325,085 (2001: 60,168).

Selective Share Plan

Under the Selective Share Plan (SSP) and pursuant to the IPO, the Company will offer shares to selected persons on set offer dates. The participants are limited to 17 individuals named in the schedule to the SSP. As at the date of this report all shares under the plan have been issued. The consideration for each share offered will be nil unless otherwise determined by the Directors. The set offer dates are provided below.

Date	Number of shares	Status	
1 September 2000	3,675,352	Issued during the 2001 financial year	
30 March 2001	988,331	Issued during the 2001 financial year	
3 July 2001	2,316,398	Issued during the 2002 financial year	
30 March 2002	988,331	Issued during the 2002 financial year	
3 July 2002	432,393	Issued during the 2003 financial year	

Superannuation Commitments

Contributions are made by the Company in accordance with the relevant statutory requirements. Contributions by the Company for the year ended 30 June 2002 were 8% (2001: 8%) of employee's wages and salaries which are legally enforceable in Australia. The superannuation plans provide accumulation benefits.

27. CONTINGENT LIABILITIES

- (a) Floating Charge
 - The assets of the Company are used as security for the Company's liabilities to its bank. The security is in place covering foreign currency contracts.
- (b) Bank Guarantee
 - A bank guarantee for \$10,350 pertaining to leased premises from a non-related party remains on hand at 30 June 2002.

30 JUNE 2002	NOTES	CONSO	LIDATED	INFOME	DIA LTD
		2002	2001	2002	2001
28. REMUNERATION OF DIRECTORS		\$	\$	\$	\$
Income paid or payable, or otherwise made					
available, in respect of the financial year, to a	.11				
Directors of each entity in the consolidated					
entity, directly or indirectly, by the entities of	f				
which they are Directors or any related party		516,000	611,432		
	·	, , , , , , ,	077,702		
Income paid or payable, or otherwise made					
available, in respect of the financial year, to a	ıll				
Directors of Infomedia Ltd, directly or indire					
from the entity or any related party:	•			516,000	611,432
, , , , , , , , , , , , , , , , , , , ,					
The number of Directors of Infomedia Ltd v	whose				
income (including superannuation contribut	ions)				
fell within the following bands is:				Number	Number
\$10,000 - \$19,999				1	-
\$40,000 - \$49,999				3	3
\$80,000 - \$89,999				-	1
\$90,000 – \$99,999				-	-
\$140,000 - \$149,999				1	-
\$160,000 - \$169,999				-	1
\$210,000 - \$219,999				1	-
\$220,000 – \$229,999				-	1
In the opinion of the Directors, remuneratio					
to Directors is considered reasonable. Director					
remuneration is determined on the basis of c					
the Company. It therefore excludes any offer	ings				
of equity instruments.					

30 JUNE 2002	NOTES	CONSO	LIDATED	INFOMEDIA LTD		
		2002	2001	2002	2001	
		\$	\$	\$	\$	
29. REMUNERATION OF EXECUTIVES		Ť	Ť	Ť	,	
Remuneration received or due and receivable						
by executive officers of the consolidated entity						
whose remuneration is \$100,000 or more, from						
entities in the consolidated entity or a related						
party, in connection with the management of						
the affairs of the entities in the consolidated						
entity whether as an executive or otherwise:		3,340,088	6,580,601			
Remuneration received or due and receivable						
by executive officers of the Company whose						
remuneration is \$100,000 or more, from the						
Company or any related party, in connection						
with the management of the affairs of the						
Company whether as an executive or otherwise:				3,340,088	6,198,149	
Remuneration of executives includes shares						
allotted under the Selective Share Plan and						
pursuant to the IPO. The number of executives						
of Infomedia Ltd whose income						
(including superannuation contributions) fell		NT 1	NI I	NT 1	NT 1	
within the following bands is:		Number	Number	Number	Number	
\$110,000 – \$119,999		-	1	-	-	
\$120,000 - \$129,999		2	-	2	-	
\$190,000 - \$199,999		1	-	1	-	
\$240,000 - \$249,999		1	-	1	-	
\$260,000 - \$269,999		-	1	-	-	
\$270,000 - \$279,999		1	-	1	-	
\$390,000 – \$399,999		-	1	-	1	
\$430,000 – \$439,999		-	1	-	1	
\$640,000 – \$649,999		1	-	1	-	
\$680,000 – \$689,999		-	1	-	1	
\$690,000 – \$699,999		-	1	-	1	
\$780,000 – \$789,999		1	-	1	-	
\$890,000 – \$899,999		-	1	-	1	
\$950,000 – \$959,999		1	-	1	-	
\$3,080,000 – \$3,089,999		-	1	-	1	
20 AUDITODE! DEMUNERATION		\$	\$	\$	\$	
30. AUDITORS' REMUNERATION						
Amounts received or due and receivable by						
the auditors of Infomedia Ltd for:						
an audit or review of the financial report of						
the entity and any other entity in the		112 500	105 700	05 500	00.200	
consolidated entity		112,500	105,700	95,500	89,200	
other services in relation to the entity and		110.004	110 (7/	110.004	110 (74	
any other entity in the consolidated entity		118,994	118,674	118,994	118,674	
		231,494	224,374	214,494	207,874	

31. RELATED PARTY DISCLOSURES

Directors

The Directors of Infomedia Ltd during the financial year were:

Richard Graham; Myer Herszberg; Andrew Pattinson (appointed 31 October 2001); Ian Joicey (retired 31 October 2001); Barry Ford; Fran Hernon.

Wholly-owned group transactions

- (a) An unsecured, interest bearing loan of \$2,283,970 (2001: \$593,697) remains owing from Infomedia Investments Pty Limited. Interest is charged at the commercial borrowing rate published by Westpac Bank.
- (b) An unsecured, interest free loan of \$88,933 (2001: \$nil) remains owing to Infomedia Investments Pty Limited by Infomedia Ltd. The loan is repayable in seven days upon demand.
- (c) An unsecured, interest free loan of \$3,770,506 (2001: \$4,550,064) remains owing from Datateck Publishing Pty Limited to Infomedia Ltd. The loan is repayable in seven days upon demand.
- (d) During the year a management fee of \$1,750,000 (2001: \$nil) was paid to Datateck Publishing Pty Limited by Infomedia Ltd.
- (e) On 24 January 2002, Infomedia Ltd acquired all the share capital of AutoConsulting Pty Limited for \$1 only.

Director and Director-related entity transactions

- (a) Infomedia Ltd rents office space from Wiser Laboratory Pty Limited, a company in which Richard Graham is a Director. The total rent payments for the year ended 30 June 2002 of \$246,833 (2001: \$90,000) were on commercial terms.
- (b) Infomedia Ltd rents office space from Richard Graham. The total rent payments for the year ended 30 June 2002 of \$ 47,495 (2001: \$nil) were on commercial terms.
- (c) Infomedia Ltd rents office space to Wiser Laboratory Pty Limited, a company in which Richard Graham is a Director. The total rent receipts for the year ended 30 June 2002 of \$5,971 (2001: \$nil) were on commercial terms.
- (d) An amount of \$116,768 owing at 30 June 2001 by Wiser Laboratory Pty Limited, Yarragene Pty Limited and Rentamobile Pty Limited, companies associated with Richard Graham and Myer Herszberg, pursuant to an indemnification agreement, was repaid during the year.

Equity instruments of Directors and Director related entities

(a) Interests in the equity instruments of entities in the consolidated entity held by Directors of the reporting entity and their Director-related entities at balance date, being the number of instruments held are:

	Infomedia Ltd						
	Ordi	nary	Option	is Over	Remaining Entitlement to		
	Fully Pai	d Shares	Ordinar	y Shares	Shares Under Selective Share Plan		
	2002	2001	2002	2001	2002	2001	
Wiser Laboratory							
Pty Limited	100,277,501	100,277,501	-	-	-	-	
Wiser Centre							
Pty Limited	1,000,000	1,000,000	-	-	-	-	
Rentamobile Pty Limited	28,577,154	28,577,154	•	-	-	-	
Yarragene Pty Limited	45,844,445	45,844,445		-	-	-	
Richard Graham	617,706	308,853	450,000	450,000	308,853	617,706	
Myer Herszberg	4	-	450,000	450,000	-	-	
Andrew Pattinson	4,345,946	4,283,540	66,000	-	61,770	123,540	
Fran Hernon	5,000	5,000	200,000	200,000	-	-	
Barry Ford	116,666	116,666	133,334	133,334	-	-	
Total	180,784,418	180,413,159	1,299,334	1,233,334	370,623	741,246	

- (b) Movements in Directors and Director related entity equity holdings:
 - (i) Richard Graham acquired 308,853 shares on 3 July 2001 in accordance with the Selective Share Plan (SSP) for no consideration.
 - (ii) Andrew Pattinson acquired 61,770 shares on 3 July 2001 in accordance with the Selective Share Plan (SSP) for no consideration.
 - (iii) Andrew Pattinson was granted 66,000 options at a strike price of \$1.59 on 9 July 2001 pursuant to the Employee Option Plan.
 - (iv) Andrew Pattinson acquired 636 shares on 28 September 2001 pursuant to the Employee Share Plan.

30 JUNE 2002	NOTES	CONSOLIDATED 2002					
32. SEGMENT INFORMATION		\$'000	\$'000	\$'000	\$'000		
PRIMARY SEGMENT							
Business Segments REVENUE		Electronic Catalogue Division	Other Divisions	Eliminations	Total		
Sales revenue		38,495	5,351	-	43,846		
Other revenue		37	7	-	44		
Intersegment revenue		184	1,750	(1,934)	-		
Total segment revenue		38,716	7,108	(1,934)	43,890		
Unallocated revenue:							
Interest revenue					575		
Total consolidated revenue	2(i)				44,465		
RESULTS							
Segment result		21,138	(1,107)	-	20,031		
Unallocated items:							
Interest revenue					575		
Costs incurred in defending and disposing of							
Supreme Court Litigation	34				(1,218)		
Borrowing costs					(11)		
Consolidated entity profit from ordinary							
activities before income tax expense					19,377		
Income tax expense	3				(5,968)		
Consolidated entity profit from ordinary activ	ities						
after income tax expense					13,409		
A CCETTC							
ASSETS		15.646	5.602		21.220		
Segment assets Unallocated assets:		15,646	5,693	-	21,339		
Unallocated assets: Cash					18,785		
Casn Total Assets					40,124		
TOTAL ASSETS					40,124		
LIABILITIES							
Segment liabilities		3,926	1,643	_	5,569		
Unallocated liabilities:		5,520	-,0-13		2,202		
Provision for dividend					4,864		
Total Liabilities					10,433		

Prior year comparatives are not shown because it is impracticable to do so.

32. SEGMENT INFORMATION

Continued from previous page

SECONDARY SEGMENT

While the products of the consolidated entity are used globally, the Company has only one distinguishable geographical segment, Australia.

Segment products and locations

The consolidated entity's operating divisions are organised and managed separately according to the nature of the products and the services they provide, with each segment offering different products. Infomedia's core business involves the production of the Microcat and Partfinder electronic parts catalogues. These systems are specialised business tools designed to make the selection and sale of replacement parts fast, easy and accurate.

Included within "other divisions" are the Data Management and Business Systems divisions. Data Management provide a range of specialised data analysis and research services primarily to the automotive industry. Business Systems specialises in the development of business management and accounting systems, electronic automotive trading networks and system integration for retail automotive dealerships.

All products are sourced from Australia.

Segment accounting policies

The consolidated entity generally accounts for intersegment sales and transfers as if the sales or transfers were to third parties at current market prices.

Segment accounting policies are the same as the consolidated entity's accounting policies described in Note 1. During the financial year, there were no changes in segment accounting policies that had a material effect on the segment information.

33. FINANCIAL INSTRUMENTS

(a) Interest rate risk

The consolidated entity's exposure to interest rate risks and the effective interest rates of financial assets and financial liabilities, both recognised and unrecognised at the balance date, are as follows:

		Floating interest rate		Fi					
Financial Instruments	Floating			r or less	Over 1	to 5 years	More th	an 5 years	
rinanciai instruments	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000	
(i) Financial Assets									
Cash	18,785	16,852	-	-	-	-	-	-	
Receivables - trade	-	-	-	-	-	-	-	-	
Total financial assets	18,785	16,852	-	-	-	-	-	-	
(ii) Financial Liabilities									
Trade and other creditors	-	-	-	-	-	-	-	-	
Finance lease liability	-	-	58	101	14	85	-	-	
Total financial liabilities	-	-	58	101	14	85	-	-	

N/A – not applicable for non-interest bearing financial instruments.

(b) Terms, conditions and accounting policies

The consolidated entity's policies, including the terms and conditions of each class of financial asset, financial liability and equity instrument, both recognised and unrecognised at balance date, are as follows:

RECOGNISED FINANCIAL INSTRUMENTS	BALANCE SHEET NOTES	ACCOUNTING POLICIES
(i) Financial Assets		
Receivables - trade	6	Trade receivables are carried at nominal amounts due less any provision for doubtful debts. A provision for doubtful debts is recognised when collection of the full nominal amount is no longer possible.
Unlisted Shares	10,11	Unlisted shares are carried at the lower of cost or recoverable amount. Dividend income is recognised when dividends are declared by the investee.
(ii) Financial Liabilities		
Trade and other creditors	16	Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Company.
Finance lease liability	17,20	The lease liability is accounted for in accordance with AASB 1008.
(iii) Equity		
Ordinary Shares	22	Ordinary share capital is recognised at the fair value of the consideration received by the Company.
(iv) Derivatives		
Forward Exchange Contracts	33(d)	The consolidated entity enters into forward exchange contracts where it agrees to sell specified amounts of foreign currencies in the future at a predetermined rate. The objective is to protect the consolidated entity against the possibility of loss from future exchange rate fluctuations. The forward exchange contracts are charged to the profit and loss except those relating to hedges of specific commitments which are deferred and included in the measurement of specific commitments which are deferred and included in the measurement of the sale or purchase.

N/A - not applicable for non-interest bearing financial instruments.

Financial Instruments	Non-interest bearing		Total carrying amount as per the balance sheet		Weighted average effective interest rate		
	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000	2002 %	2001 %	
(i) Financial Assets							
Cash	-	-	18,785	16,852	3.51	4.56	
Receivables - trade	5,428	7,487	5,428	7,487	N/A	N/A	
Total financial assets	5,428	7,487	24,213	24,339	-	-	
(ii) Financial Liabilities							
Trade and other creditors	1,845	1,991	1,845	1,991	N/A	N/A	
Finance lease liability	-	-	72	186	8.26	8.10	
Total financial liabilities	1,845	1,991	1,917	2,177	-	-	

TERMS AND CONDITIONS

Credit sales are on terms up to 30 days.

The unlisted shares held at balance date are ordinary shares.

Trade liabilities are normally settled in 30 day terms.

As at balance date, the Company had an average finance lease term of three years. The average discount rate implicit in the lease is 8%. The security over finance leases is disclosed in notes 17 and 20.

Details of shares issued at balance date are set out in note 22.

(c) Net fair values

The aggregate net fair value of financial assets and financial liabilities, both recognised and unrecognised, at balance date are not materially different from their carrying amount in the balance sheet.

(d) Credit risk exposure

The consolidated entity's maximum exposures to credit risk at balance date in relation to each class of recognised financial assets, other than derivatives, is the carrying amount of those assets as indicated in the balance sheet. The maximum credit risk does not take into account the value of any collateral or other security held, in the event other entities/parties fail to perform their obligations under the financial instruments in question.

In relation to derivative financial instruments, whether recognised or unrecognised, credit risk arises from the potential failure of counterparties to meet their obligations under the contract or arrangement. The consolidated entity's maximum credit risk exposure in relation to these is as follows:

Forward exchange contracts – the full amount of the currency it will be required to pay or purchase when settling the forward exchange contract, should the counterparty not pay the currency it is committed to deliver to the Company. At balance date the net amount was \$775,422.

Concentrations of credit risk

A majority of the consolidated entity's electronic cataloguing sales are invoiced directly to vehicle manufacturers or their national distributors. Consequently, rather than the consolidated entity collecting individual sales subscriptions from individual subscribers, it receives monthly payments from a small number of credible companies.

Credit risk in trade receivables is managed in the following ways:

- credit sales are on terms up to 30 days;
- an agent acts on the Company's behalf in foreign locations; and
- subscribers must sign a standard user agreement, accepting terms and conditions.

30 JUNE 2002

34. COSTS INCURRED IN DEFENDING AND DISPOSING OF SUPREME COURT LITIGATION

On Page 95 of its Prospectus dated 14 July 2000, the Company disclosed the existence of litigation being conducted against it in the Supreme Court of NSW by Mr. Wayne Sinclair, a former employee of the Company. The Company denied liability, defended vigorously against Mr. Sinclair' claim, and commenced cross claims against Mr. Sinclair and others.

The disclosure note in the prospectus went on to say that companies associated with Richard Graham and Myer Herszberg ("the indemnifying companies") had indemnified this Company against any payment it made to Mr. Sinclair. Mr. Graham and Mr. Herszberg were then, and remain, Directors of Infomedia Ltd. The indemnifying companies also agreed to indemnify the Company up to a maximum of \$300,000 for the legal costs of that litigation.

That litigation has now been settled out of court on confidential terms, but without any admissions of liability by or on behalf of the Company, or any adverse findings against it. Comprehensive mutual releases and discharges have been recorded in a formal deed of settlement. Legal costs were, in fact, significantly less than \$300,000. The Company called on the indemnities and has now received from the indemnifying companies all monies payable under those indemnities. The Company has no ongoing liability of any kind to Mr. Sinclair or his estate, and no exposure to legal costs in relation to the former dispute with him.

In a separate action Mr Sinclair's former partner made a claim against the Company. The Company had no reason to expect that any person would have any grounds to make any claim against the Company or its officers.

The Company denied liability, defended against the claim, and moved to strike out the claim on a number of grounds well founded in legal principle. The litigation reached a point where the projection of legal costs to see the litigation to a successful outcome made it expedient on purely commercial grounds to negotiate a settlement of the claim.

This litigation has also now been settled out of court on confidential terms, without any admissions of liability or any adverse findings by or on behalf of the Company. Comprehensive mutual releases and discharges have been recorded in a formal deed of settlement, and the claim was discontinued. The claimant submitted to permanent injunctions. The Company incurred a one off expense of \$1.2 million in defending and disposing of this litigation.

35. EVENTS SUBSEQUENT TO BALANCE DATE

Purchase of Business Of Australian Windows Publishing Pty Limited

The Company completed the purchase of the business of Australian Windows Publishing Pty Limited on 1 July 2002. The total purchase price for the business was \$600,000 including the purchase option that was paid in June 2002 of \$60,000.

Renewal Of Data Licence Agreement with Ford Europe

The Company renewed its data licence agreement with Ford Europe in July 2002 for a further period of five years.

Employee Option Plan

Pursuant to the Employee Option Plan a total of 6,519,000 options were issued in July 2002 at a weighted average exercise price of \$0.87.

directors' declaration

In accordance with a resolution of the Directors of Infomedia Ltd, I state that:

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In the opinion of the Directors:

- (a) the financial statements and notes of the Company and of the consolidated entity are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's and consolidated entity's financial position as at 30 June 2002 and of their performance for the year ended on that date; and
 - (ii) complying with Accounting Standards and Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

Richard David Graham Chairman

Sydney, 26 August 2002



The Ernst & Young Building 321 Kent Street Sydney NSW 2000 Australia

GPO Box 2646 Sydney NSW 2001 Tel 61 2 9248 5555 Fax 61 2 9262 6565 DX Sydney Stock Exchange 10172

To the members of Infomedia Ltd:

Matters relating to the Electronic Presentation of the Audited Financial Report

This audit report relates to the financial report of Infomedia Ltd for the year ended 30 June 2002 included on Infomedia Ltd's web site. The company's directors are responsible for the integrity of the Infomedia Ltd web site. The audit report refers only to the statements named below. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

Scope

We have audited the financial report of Infomedia Ltd, comprising the Statement of Financial Performance, the Statement of Financial Position, the Statement of Cash Flows, Notes 1 to 35 and the Director's Declaration for the year ended 30 June 2002. The financial report includes the financial statements of Infomedia Ltd, and the consolidated financial statements of the consolidated entity comprising the company and the entities it controlled at year's end or from time to time during the financial year. The company's directors are responsible for the financial report. The company's directors are responsible for the financial report in order to express an opinion on it to the members of the company.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements and statutory requirements in Australia so as to present a view which is consistent with our understanding of the company's and consolidated entity's financial position, and performance as represented by the results of its operations and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.



Audit Opinion

In our opinion, the financial report of Infomedia Ltd is in accordance with:

- (a) the Corporations Act 2001, including:
 - giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2002 and of its performance for the year ended on that date; and
 - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements in Australia.

Ernst & Young

John Haydon

Partner

Sydney, Date: 26 August 2002

additional information

TOP TWENTY SHAREHO	OLDERS AS AT 3 S	EPTEMBER 2002	
NAME	SHARES	% OF ISSUED CAPITAL	RANK
Wiser Laboratory Pty Limited	100,277,501	30.92	1
J P Morgan Nominees Australia Limited	52,837,226	16.29	2
Yarragene Pty Limited	45,844,445	14.14	3
Citicorp Nominees Pty Limited	30,696,821	9.47	4
Rentamobile Pty Limited	28,577,154	8.81	5
Westpac Custodian Nominees Ltd	8,877,992	2.74	6
Commonwealth Custodial Services Limited	4,887,893	1.51	7
MLC Limited	4,614,964	1.42	8
National Nominees Limited	4,449,417	1.37	9
Mr Andrew Pattinson	4,407,716	1.36	10
Mr Ian Joicey	4,010,229	1.24	11
ANZ Nominees Limited	3,060,652	0.94	12
Mr Gary Martin	2,051,422	0.63	13
Cogent Nominees Pty Limited	1,866,228	0.58	14
Colonial Investment Services Limited	1,510,752	0.47	15
HSBC Custody Nominees (Australia) Limited	1,001,603	0.31	16
Wiser Centre Pty Ltd	1,000,000	0.31	17
Mr Richard Graham	926,559	0.29	18
Queensland Investment Corporation	912,916	0.28	19
Bond Street Custodians Limited	908,442	0.28	20

	INFOMEDIA LTD - RANGE	OF SHARES AS A	T 3 SEPTEMBER 2002
RANGE	HOLDERS	UNITS	% OF ISSUED CAPITAL
1 - 1,000	263	196,558	0.06
1,001 - 5,000	869	2,632,724	0.81
5,001 - 10,000	222	1,871,625	0.58
10,001 - 100,000	249	7,577,428	2.34
100,001 - Over	63	312,013,411	96.21
Total	1,666	324,291,746	100.00



personal notes page



corporate directory

INFOMEDIA LTD

Registered Head Office 1300 Pittwater Road Narrabeen NSW 2101 Telephone: (02) 9913 4500

Facsimile: (02) 9913 4799 Internet: www.infomedia.com.au

DIRECTORS

Mr Richard David Graham, Chairman and CEO Mr Andrew Pattinson, Executive Director and Vice-CEO Mr Barry Raymond Ford, Non-executive Director Ms Fran Mary Hernon, Non-executive Director Mr Myer Herszberg, Non-executive Director

COMPANY OFFICERS

Mr Nick Georges, Company Secretary Mr Peter John Adams, Chief Financial Officer

AUDITORS

Ernst & Young The Ernst & Young Building 321 Kent Street Sydney NSW 2000

SHARE REGISTRY

Computershare Registry Services Pty Limited GPO Box 7045 Sydney NSW 1115

LAWYERS

Cowley Hearne Level 10 60 Miller Street North Sydney NSW 2060

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	Kate Richards - Lexus Receptionist
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