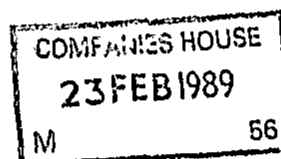


Registrar of Companies

1945220

GEOGRAFIX LIMITED

MODIFIED ACCOUNTS 1987



GEOGRAFIX LIMITED

REPORT OF THE AUDITORS
TO THE DIRECTORS OF GEOGRAFIX LIMITED
UNDER SECTION 7 (5) OF THE COMPANIES ACT 1981

I have examined the Accounts on pages 2 and 3 which have been modified in the manner permitted for a small company, from the Accounts of the company prepared for its members for the year ended 31st December 1987.

In my opinion, the company satisfied the requirements for exemption applicable to a small company in respect of the year ended 31st December 1987 and the modified Accounts attached have been properly prepared in the manner permitted by Sections 247-249 of the Companies Act 1985.

I set out below the text of my report dated 8th February 1988 to the members on the unmodified accounts for the year ended 31st December 1987.

I have audited the financial statements on pages 4 to 11 in accordance with approved auditing standards.

In common with many businesses of similar size and organisation the company's system of control is dependent on the close involvement of the directors who are major shareholders. Where independent confirmation of the completeness of the accounting records was not available I have accepted assurances from the directors that all the transactions have been reflected in the records.

The financial statements have been drawn up on a going concern basis, which assumes adequate finance is available. The company is technically insolvent and therefore I am unable to form an opinion whether such a basis is appropriate. However, the company continues to trade at the date of this report.

Subject to the foregoing, in my opinion the financial statements which have been prepared under the historical cost convention give a true and fair view of the company's affairs as at 31st December 1987 and comply with the Companies Act 1985.

Roger Hopkins

Roger Hopkins,
Chartered Accountant,
38 Rose Lane,
Norwich.

8th February 1988

GEOGRAFIX LIMITED

BALANCE SHEET
AS AT 31ST DECEMBER 1987

	Notes	£	£	1986	£
FIXED ASSETS			336,839		44,476
CURRENT ASSETS					
Stock		27,959		4,300	
Debtors		10,342		11,888	
Cash in Hand		60		7	
		-----		-----	
		£38,361		£16,195	
		=====		=====	
CREDITORS: Amounts falling due within one year		£191,302		£57,346	
		=====		=====	
NET CURRENT LIABILITIES			(152,941)		(41,151)
			-----		-----
			183,898		3,325
CREDITORS: Amounts falling due after one year					
Loan		-		6,650	
Obligations under Leasing and HP Contracts		203,605		21,897	
		-----		-----	
			203,605		28,547
			-----		-----
			£(19,707)		£(25,222)
			=====		=====
CAPITAL AND RESERVES					
Called up Share Capital	3		125		100
Share Premium Account			49,975		-
Profit and Loss Account			(69,807)		(25,322)
			-----		-----
			£(19,707)		£(25,222)
			=====		=====

In preparing these modified accounts we have relied on Sections 247-249 of the Companies Act 1985 as entitling us to deliver modified accounts on the ground that the company is entitled to the benefit of those sections as a small company.

J.R.M. TURNER

M.R. CHAPMAN

8th February 1988

} DIRECTORS

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GEOGRAFIX LIMITED

NOTES TO THE ACCOUNTS AS AT 31ST DECEMBER 1987

1. ACCOUNTING POLICIES

(a) Accounting Convention
The Accounts are prepared under the historical cost convention.

(b) Depreciation
Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and Machinery	}	25% straight line
Fixtures and Fittings		
Motor Vehicles		

(c) Stocks
Stocks are valued at the lower of cost and net realisable value.

(d) Deferred Taxation
Deferred Taxation is provided on the liability method on all short term timing differences. Provision is also made for long term timing differences, except for those which are not expected to reverse in the future.

(e) Leasing and Hire Purchase Commitments
Assets obtained under leasing and Hire Purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

2. TURNOVER

Turnover represents the invoiced amount of goods sold and services provided stated net of value added tax.

3. SHARE CAPITAL

	Authorised	Issued and Fully Paid 31.12.87	Authorised	Issued and Fully Paid 31.12.86
£1 Ordinary Shares	1,000	125	100	100
	=====	=====	=====	=====

The name of the company was changed to Geografix Limited on 20th August 1987 and on 30th November 1987 the nominal share capital was increased to £1,000.

During the year 25 Ordinary Shares of £1 each with an aggregate nominal value of £25 were issued, fully paid for cash of £50,000.