

VDC TRADING LIMITED
ABBREVIATED FINANCIAL STATEMENTS

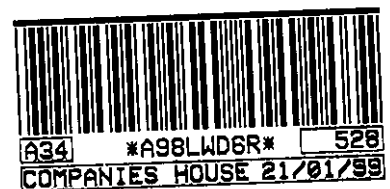
31 JULY 1998

Registered number: 2708733

Robert John Specterman

Chartered Accountants

London



VDC TRADING LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 July 1998

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VDC TRADING LIMITED

Auditors' report to
VDC Trading Limited
under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 July 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

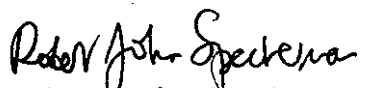
Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 5 are properly prepared in accordance with those provisions.

London
2 December 1998

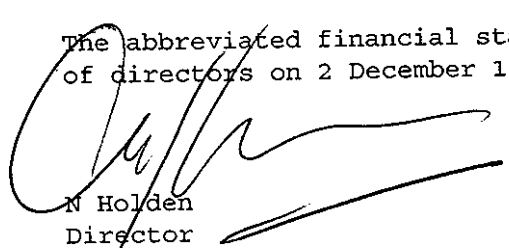

Robert John Specterman
Registered Auditors
Chartered Accountants

VDC TRADING LIMITED
 ABBREVIATED BALANCE SHEET
 at 31 July 1998

	Note	1998 £	1997 £
Fixed assets			
Tangible assets	2	691,093	662,969
Investments	2	2	2
		<u>691,095</u>	<u>662,971</u>
Current assets			
Stocks		352,862	336,093
Debtors		721,367	487,333
Cash at bank and in hand		160,839	52,273
		<u>1,235,068</u>	<u>875,699</u>
Creditors: amounts falling due within one year		(921,043)	(891,304)
Net current assets/(liabilities)		<u>314,025</u>	<u>(15,605)</u>
Total assets less current liabilities		<u>1,005,120</u>	<u>647,366</u>
Creditors: amounts falling due after more than one year	3	(198,903)	(207,144)
		<u>806,217</u>	<u>440,222</u>
Capital and reserves			
Called up share capital	4	100	100
Share premium account		6,172	6,172
Other reserves		10	10
Profit and loss account		799,935	433,940
Total shareholders' funds		<u>806,217</u>	<u>440,222</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on 2 December 1998 and signed on its behalf by:


 N Holden
 Director

VDC TRADING LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 July 1998

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land	not depreciated
Freehold buildings	2% On cost
Leasehold land and buildings	period of lease
Motor vehicles	25% Reducing value
Fixtures, fittings and equipment	25% Reducing value

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

VDC TRADING LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 July 1998

4 Called up share capital

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	1,000	1,000	1,000	1,000
Allotted called up and fully paid				
Ordinary shares of £1 each	100	100	100	100