

COMPUMAX LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 1997

12392-1997

Registered Office
Bell House
175 Regent Street
London W1R 7FB



COMPUMAX LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 1997**

The directors present their report and financial statements for the year ended 30 June 1997.

Principal Activities and Review of the Business

The principal activity of the company continued to be that of the provision of administrative support services.

Results and Dividends

The results for the year are set out on page 4.

It is proposed that the retained loss of £ 3,998 is transferred to reserves.

Directors

The following directors have held office since the beginning of the year

M.W. Denton

D.P. Capelen

(Resigned 1 July 1996)

C.G.M De Carteret

B Von Arx

M Meienberg

A.J Weir

(Appointed 1 July 1996)

The Directors had no interest in the issued share capital of the company.

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Edwards & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the Board



M.W. Denton

Date 15/1/98

P.O. Box 227, Clinch's House, Lord Street, Douglas, Isle of Man IM99 1RZ
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E-mail edwards@edsline.demon.co.uk

COMPUMAX LIMITED

**AUDITORS' REPORT
TO THE SHAREHOLDERS OF COMPUMAX LIMITED**

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board, except that the scope of our work was limited as explained below. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. However, the evidence available to us was limited because we were unable to obtain independent confirmation of the bank accounts and related information and have relied solely on bank statements provided to us to confirm bank balances held by the company. In addition we were unable to determine the identity of the ultimate controlling party of the company and the nature of any transactions undertaken between the company and its ultimate controlling party. There were no other satisfactory audit procedures that we could adopt to confirm these details.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

COMPUMAX LIMITED

**AUDITORS' REPORT
TO THE SHAREHOLDERS OF COMPUMAX LIMITED**

Qualified opinion arising from limitation in audit scope

Except for any adjustments or additional disclosures that may have been found to be necessary had we obtained independent confirmation of the bank balances and details of the ultimate controlling party, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 1997 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In respect alone of the limitation on our audit work relating to the above, we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.

In all other respects, we have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

Edwards & Co.

Edwards & Co.

Chartered Accountants
Registered Auditor

15/1/98
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Clinch's House, Lord Street
Douglas
Isle Of Man
IM99 1RZ

COMPUMAX LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 1997**

	Notes	1997 £	1996 £
Turnover	2	111	-
Administrative expenses		(3,687)	(6,365)
Operating loss	3	(3,576)	(6,365)
Other interest receivable and similar income	4	-	86
Interest payable and similar charges	5	(422)	-
Loss on ordinary activities before taxation		(3,998)	(6,279)
Tax on loss on ordinary activities	6	-	-
Loss on ordinary activities after taxation	11	(3,998)	(6,279)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

COMPUMAX LIMITED

**BALANCE SHEET
AS AT 30 JUNE 1997**

	Notes	1997 £	£	1996 £	£
Fixed Assets					
Investments	7		5		5
Current Assets					
Debtors	8	529		529	
Cash at bank and in hand		1,233		305	
		<u>1,762</u>		<u>834</u>	
Creditors: amounts falling due within one year	9	<u>(11,044)</u>		<u>(6,118)</u>	
Net Current Liabilities			(9,282)		(5,284)
Total Assets Less Current Liabilities			<u>(9,277)</u>		<u>(5,279)</u>
Capital and Reserves					
Called up share capital	10		1,000		1,000
Profit and loss account	11		(10,277)		(6,279)
Shareholders' Funds - equity interests	12		<u>(9,277)</u>		<u>(5,279)</u>

The financial statements were approved by the Board on15/1/98



M.W. Denton
Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 1997**

1 Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The financial statements have been prepared on the going concern basis. This is considered appropriate as the shareholders will continue to provide financial support to the company for the foreseeable future.

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

1.3 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.4 Foreign currency translation

The company's accounting records are maintained in Pounds Sterling.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Current assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

1.5 Cash Flow

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

2 Turnover

The company's turnover represents its share of income wholly derived from its principal activity.

3 Operating Loss

	1997	1996
	£	£
Operating loss is stated after charging:		
Auditors' remuneration	590	700
	<u> </u>	<u> </u>

4 Other Interest Receivable and Similar Income

	1997	1996
	£	£
Profit on Exchange	-	86
	<u> </u>	<u> </u>

5 Interest Payable and Similar Charges

	1997	1996
	£	£
On bank loans and overdrafts	4	-
Loss on exchange	418	-
	<u> </u>	<u> </u>
	422	-
	<u> </u>	<u> </u>

COMPUMAX LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 1997****6 Taxation**

Due to the losses in the year no provision has been made for corporation tax.

7 Fixed Asset Investments

	Unlisted investments £
Cost	
At 1 July 1996 & at 30 June 1997	5
At 30 June 1996	5

The investment represents a 5% interest in the Poly Group and is stated at cost.

8 Debtors	1997	1996
	£	£
Other debtors	529	529

9 Creditors: amounts falling due within one year	1997	1996
	£	£
Shareholders loan	8,429	2,191
Other creditors	-	3,927
Accruals and deferred income	2,615	-
	11,044	6,118

10 Share Capital

The authorised share capital of the Company comprises 1000 Ordinary shares of £1 each all of which have been issued and are fully paid up (1996 - 1000)

COMPUMAX LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 1997****11 Statement of Movements on Profit and Loss Account**

	Profit and loss account £
Balance at 1 July 1996	(6,279)
Retained loss for the year	(3,998)
Balance at 30 June 1997	<u>(10,277)</u>

12 Reconciliation of Movements in Shareholders' Funds

	1997 £	1996 £
Loss for the financial year	(3,998)	(6,279)
Opening shareholders' funds	(5,279)	1,000
Closing shareholders' funds	<u>(9,277)</u>	<u>(5,279)</u>

13 Contingent liabilities

There were no contingent liabilities as at the balance sheet date.

14 Capital Commitments

There were no contingent liabilities as at the balance sheet date.

15 Employees**Number of employees**

There were no employees during the year apart from the directors