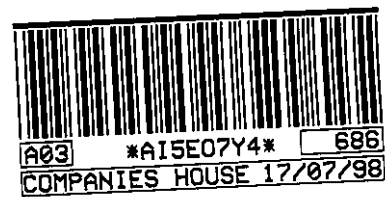


AMENDINGS.

TECHNOLOGICAL LIMITED



REPORT AND ACCOUNTS
FOR THE PERIOD ENDED 31 MAY 1997

Company Registered Number : 03198435

BROOKS & CO
CHARTERED ACCOUNTANTS

TECHNOLOGICAL LIMITED

DIRECTOR'S REPORT FOR THE PERIOD ENDED 31 MAY 1997

The director presents his report and the financial statements for the period ended 31 May 1997.

Incorporation

The company was incorporated on 14 May 1996.

Principal activity

The company has not traded during the period.

Director

The Director who served during the period and his beneficial interests in the company's issued ordinary share capital was:

C J Eardley
Ms S M Eardley

<u>Number of shares</u>
<u>1997</u>
1
1

This report, which has been prepared in accordance with special provisions of Part VII of the Companies Act 1985 applicable to small companies, was approved by the board and signed on its behalf by:

C Eardley
C J Eardley Esq. - (Company Secretary)

Approval date 15/7/98

TECHNOLOGICAL LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 MAY 1997

	<u>Notes</u>	<u>1997</u> <u>£</u>
Turnover		-
Cost of sales		<u>(354)</u>
Gross loss		(354)
Administration expenses		<u>(187)</u>
Operating loss		<u>(541)</u>
Retained loss carried forward		<u><u>(541)</u></u>

There were no recognised gains and losses for 1997 other than those included in the profit and loss account.

The notes on page 4 form an integral part of these accounts.

TECHNOLOGICAL LIMITED

BALANCE SHEET
AS AT 31 MAY 1997

	<u>Notes</u>	<u>1997</u> £
Current assets		
Cash at bank and in hand		706
Creditors: amounts falling due within one year	2	(1,245)
Net (liabilities)		<u>(539)</u>
Capital and reserves		
Called up share capital	3	2
Profit and loss account		(541)
Shareholders' funds	4	<u>(539)</u>

The director is satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B.

The director acknowledges his responsibilities for:

- i. ensuring that the company keeps accounting records which comply with section 221: and
- ii. preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board and signed on its behalf by:

C Eardley
C J Eardley Esq - (Director).

Approval date 15/7/98

The notes on page 4 form an integral part of these accounts.

TECHNOLOGICAL LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31 MAY 1997

1 Accounting policies

1.1 Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention.

2 Creditors: amounts falling due within one year

	<u>1997</u> £
Accruals	147
Director's loan account	1,098
	<u>1,245</u>

3 Called up share capital

	<u>1997</u> £
Authorised	
Ordinary shares of £1 each	<u>2</u>
Allotted, called up and fully paid	
Ordinary shares of £1 each	<u>2</u>

During the period 2 ordinary shares of £1 were issued at par value and were fully paid

4 Movement on shareholders' funds

	<u>1997</u> £
Loss for the period	(541)
Add new share capital subscribed to	<u>2</u>
Net reduction in shareholders' funds	(539)
Opening shareholders' funds	-
Closing shareholders' funds	<u>(539)</u>

5 Going concern

The company shows a deficit balance sheet position due to the money owed to the directors. Assurances have been received from the directors that they will continue to support the company and will not seek repayment of monies owed until such time as all other creditors have been paid in full.

It is therefore the opinion of the directors that the accounts should be prepared on a going concern basis.

6 Controlling party

The company is under the control of Mr C J Eardley and Ms S M Eardley who between them own 100% of the issued shares.