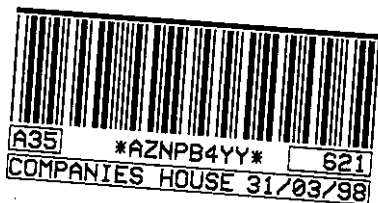


Registration Number 3209198 (England and Wales)

Peckleton Solutions Ltd

Director's Report and Financial Statements

for the period from 7 June 1996 to 30 June 1997



Peckleton Solutions Ltd

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Peckleton Solutions Ltd

**Director's Report
for the period from 7 June 1996 to 30 June 1997**

The director presents his report and the financial statements for the period ended 30 June 1997.

Principal Activity

The company was incorporated on 7 June 1996 and commenced its principal activity of providing computer services on 10 June 1996.

Director and his Interest

The director who served during the period and his interest in the company are as stated below:

**Ordinary shares
1997**

A. Barber

1

Director's Responsibilities

Company law requires the director to prepare financial statements for each financial period which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing these the director is required to:

- select suitable accounting policies and 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

In the preparation of this report the director has taken advantage of the exemptions applicable to small companies as conferred by Part II of Schedule 8 of the Companies Act 1985.

This report was approved by the Board on27/03/98..... and signed on its behalf by

L. J. Barber
.....
~~L. Fensom~~ ~~now~~ L. BARBER
Secretary

Peckleton Solutions Ltd

Profit and Loss Account
for the period from 7 June 1996 to 30 June 1997

Continuing operations

| | | 1997 |
|--|-------|----------------------|
| | Notes | £ |
| Turnover | 2 | 53,685 |
| Administrative expenses | | (23,685) |
| Operating profit | 3 | <u>30,000</u> |
| Interest payable and similar charges | 4 | <u>(3)</u> |
| Profit on ordinary activities before taxation | | 29,997 |
| Tax on profit on ordinary activities | 7 | <u>(6,964)</u> |
| Profit on ordinary activities after taxation | | 23,033 |
| Dividends | | <u>(12,800)</u> |
| Retained profit for the period | | <u><u>10,233</u></u> |

There are no recognised gains or losses other than the profit or loss for the above financial period.

The notes on pages 5 to 7 form an integral part of these financial statements.

Peckleton Solutions Ltd

**Balance Sheet
as at 30 June 1997**

| | Notes | 1997 £ | £ |
|---|-------|-----------|-------------|
| Fixed Assets | | | |
| Tangible assets | 8 | | 13,642 |
| Current Assets | | | |
| Debtors | 9 | 2,008 | |
| Cash at bank and in hand | | 3,020 | |
| | | <hr/> | |
| | | 5,028 | |
| Creditors: amounts falling due within one year | 10 | (8,436) | |
| | | <hr/> | |
| Net Current Liabilities | | | (3,408) |
| | | | <hr/> |
| Total Assets Less Current Liabilities | | | 10,234 |
| | | | <hr/> <hr/> |
| Capital and Reserves | | | |
| Called up share capital | 11 | | 1 |
| Profit and loss account | | | 10,233 |
| | | | <hr/> |
| Equity Shareholders' Funds | 12 | | 10,234 |
| | | | <hr/> <hr/> |

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 7 form an integral part of these financial statements.

Peckleton Solutions Ltd

Balance Sheet (continued)

Director's statements required by Section 249B(4)
for the period from 7 June 1996 to 30 June 1997

In approving these financial statements as director of the company I hereby confirm:

(a) that for the period stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the period ended 30 June 1997 and

(c) that I acknowledge my responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the period then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

In preparing these financial statements:

- Advantage has been taken, in the preparation of the financial statements, of special exemptions applicable to small companies.

- In the opinion of the director the company is entitled to those exemptions on the basis that it qualifies as a small company under Section 247 of the Companies Act 1985.

The financial statements were approved by the Board on27.3.98..... and signed on its behalf by



A. Barber
Director

The notes on pages 5 to 7 form an integral part of these financial statements.

Peckleton Solutions Ltd

**Notes to the Financial Statements
for the period from 7 June 1996 to 30 June 1997**

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2 Turnover

Turnover represents the total invoice value, excluding value added tax, of fees received during the period.

1.3 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

| | |
|-------------------------------------|------------------------|
| Fixtures, fittings and equipment | - 25% Reducing balance |
| Motor vehicles | - 25% Reducing balance |

1.4 Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the period in accordance with SSAP 24.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employee's service lives on the basis of a constant percentage of earnings.

2. Turnover

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the UK.

| | |
|--|-------------|
| 3. Operating profit | 1997 |
| | £ |
| Operating profit is stated after charging: | |
| Depreciation of tangible assets | 4,548 |
| | <hr/> |
| 4. Interest payable and similar charges | 1997 |
| | £ |
| On bank loans and overdrafts | 3 |
| | <hr/> |

Peckleton Solutions Ltd

Notes to the Financial Statements
for the period from 7 June 1996 to 30 June 1997

5. Director's emoluments

| | 1997 £ |
|-----------------------|-----------|
| Remuneration | |
| Director's emoluments | 10,812 |

6. Taxation

| | 1997 £ |
|-----------------------------------|-----------|
| UK current year taxation | |
| UK Corporation Tax at 24% and 21% | 6,964 |

7. Tangible assets

| | Fixtures, fittings & equipment | Motor vehicles | Total |
|-----------------------|--------------------------------------|-------------------|--------|
| | £ | £ | £ |
| Cost | | | |
| Additions | 3,250 | 14,940 | 18,190 |
| At 30 June 1997 | 3,250 | 14,940 | 18,190 |
| Depreciation | | | |
| Charge for the period | 813 | 3,735 | 4,548 |
| At 30 June 1997 | 813 | 3,735 | 4,548 |
| Net book value | | | |
| At 30 June 1997 | 2,437 | 11,205 | 13,642 |

8. Debtors

| | 1997 £ |
|---------------|-----------|
| Trade debtors | 2,008 |

9. Creditors: amounts falling due
within one year

| | 1997 £ |
|---------------------------------------|-----------|
| Corporation tax | 3,764 |
| Other taxes and social security costs | 1,672 |
| Director's accounts | 3,000 |
| | 8,436 |

Peckleton Solutions Ltd

Notes to the Financial Statements
for the period from 7 June 1996 to 30 June 1997

| | | |
|-----|--|-----------|
| 10. | Share capital | 1997 £ |
| | Authorised equity | |
| | 100 Ordinary shares of £1 each | 100 |
| | | <hr/> |
| | Allotted, called up and fully paid equity | |
| | 1 Ordinary shares of £1 each | 1 |
| | | <hr/> |
| 11. | Reconciliation of movements in shareholders' funds | 1997 £ |
| | Profit for the period | 23,033 |
| | Dividends | (12,800) |
| | | <hr/> |
| | | 10,233 |
| | Net proceeds of equity share issue | 1 |
| | | <hr/> |
| | Net addition to shareholders' funds | 10,234 |
| | | <hr/> |