HONEYFRAME SOFTWARE DEVELOPMENT LIMITED

ABBREVIATED FINANCIAL STATEMENTS

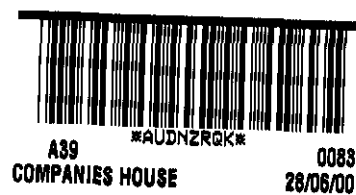31ST JULY 1999

Registered number: 3538502

CORFIELDS

CHARTERED ACCOUNTANTS

WALSALL

HONEYFRAME SOFTWARE DEVELOPMENT LIMITED

ABBREVIATED FINANCIAL STATEMENTS

for the period ended 31st July 1999

CONTENTS

HONEYFRAME SOFTWARE DEVELOPMENT LIMITED

Auditors' report to
Honeyframe Software Development Limited
under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the period ended 31st July 1999 prepared under section 226 of the Companies Act 1985.

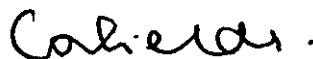**Respective responsibilities of directors and auditors**
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver 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 4 are properly prepared in accordance with those provisions.

Corfields Chartered Accountants
Registered Auditors
26-28 Goodall Street
Walsall
West Midlands
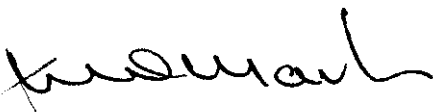WS1 1QL

27|6|2000

HONEYFRAME SOFTWARE DEVELOPMENT LIMITED

ABBREVIATED BALANCE SHEET

at 31st July 1999

	Note	1999 £	£
Fixed assets			
Tangible assets	2		574
Current assets			
Debtors (all falling due within one year)		2,272	
Cash at bank and in hand		7,022	
		9,294	
Creditors: amounts falling due within one year		(46,622)	
Net current liabilities			(37,328)
Total assets less current liabilities			(36,754)
Capital and reserves			
Called up share capital	3		2
Profit and loss account			(36,756)
Total shareholders' funds			(36,754)

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 4 were approved by the board of directors on ....27\ \o\...........2000 and signed on its behalf by:

W D Martin
Director

HONEYFRAME SOFTWARE DEVELOPMENT LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st July 1999

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 as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

The company is dependent upon continued support being made available by group companies to enable it to continue operating and meet its liabilities as they fall due. The directors have received assurances that support will continue, and as a consequence believe that it is appropriate to prepare accounts on a going concern basis.

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.

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

Fixtures and fittings   25% reducing balance

Deferred taxation
Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

HONEYFRAME SOFTWARE DEVELOPMENT LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st July 1999

2   Fixed assets

	Tangible fixed assets £
Cost	
Additions	766
31st July 1999	766
Depreciation	
Charge for the period	192
31st July 1999	192
Net book amount	
31st July 1999	574

3   Called up share capital

	1999 Number of shares	£
Authorised		
Ordinary shares of £1 each	1,000	1,000
Allotted called up and fully paid		
Ordinary shares of £1 each	2	2

During the period the company issued 2 ordinary shares of £1 each, for cash at par.

4   Ultimate parent undertaking

The company's ultimate parent undertaking at the balance sheet date was Honeyframe Computer Holdings Limited, a company incorporated in England.