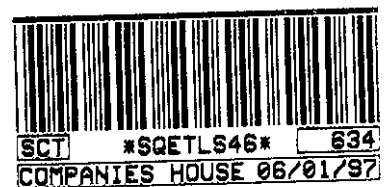


DAMBYTE LIMITED
FINANCIAL STATEMENTS

APRIL 30, 1996

REGISTERED NUMBER: SC 143502

HOUSTON ROONEY
CHARTERED ACCOUNTANTS
EDINBURGH



DAMBYTE LIMITED
FINANCIAL STATEMENTS
April 30, 1996

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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DAMBYTE LIMITED

COMPANY INFORMATION

April 30, 1996

Incorporated in Scotland on March 26, 1993

DIRECTOR Henry Wilson

COMPANY NUMBER SC 143502

DATE OF INCORPORATION March 26, 1993

SECRETARY Suzanne E Trew

REGISTERED OFFICE 11 Marchmont Road
Edinburgh
EH9 1HYACCOUNTANTS Houston Rooney
Chartered Accountants
6 Albany Street
Edinburgh
EH1 3QB

DAMBYTE LIMITED

DIRECTOR'S REPORT

April 30, 1996

The director presents his report and the financial statements for the year ended April 30, 1996.

Principal activity

The principal activity of the company was that of computer consultants.

Director

The director of the company during the year and his interest in the shares of the company were as follows

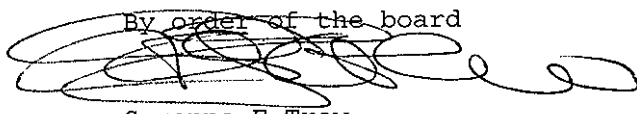
	April 30, 1996 Ordinary shares	1 May, 1995 Ordinary shares
Henry Wilson	99	99

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

11 Marchmont Road
Edinburgh
EH9 1HY

By order of the board


Suzanne E Trew
Secretary

Date..... 1/12/96

DAMBYTE LIMITED

ACCOUNTANTS' REPORT

In accordance with instructions given to us we have prepared financial statements for the company for the year ended April 30, 1996 according to the accounting provisions of the Companies Act 1985. The director of the company has confirmed that the company is totally exempt from the audit requirement under the provisions of subsection 1 of section 249A of the Companies Act 1985, and as a result we have not carried out an audit. The financial statements on pages 4 to 8 are therefore based on the information shown in the accounting records and on the information supplied and explanations given to us by the director.

Edinburgh



Houston Rooney
Chartered Accountants

18/12/96

DAMBYTE LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended April 30, 1996

	Note	1996 £	1995 £
Turnover	2	43,785	42,372
Net operating expenses			
Distribution costs		-	(471)
Administrative expenses		(16,020)	(15,574)
Profit on ordinary activities before taxation		27,765	26,327
Taxation	5	(6,957)	(6,604)
Profit on ordinary activities after taxation		20,808	19,723
Dividends		(20,800)	(19,800)
Retained profit/(loss) for the year		8	(77)
Statement of retained earnings			
Retained Profit/(Loss) for the Year		8	(77)
Reserves brought forward		16	92
Reserves carried forward		24	15

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 1996 or 1995 other than the profit/(loss) for the year.

DAMBYTE LIMITED

BALANCE SHEET

at April 30, 1996

	Note	1996 £	1995 £
Fixed assets			
Tangible assets	6	2,178	2,874
Current assets			
Debtors	7	4,515	4,000
Cash at bank and in hand		5,341	370
		<u>9,856</u>	<u>4,370</u>
Creditors: amounts becoming due and payable within one year	8	<u>(11,910)</u>	<u>(7,129)</u>
		(2,054)	(2,759)
		<u>124</u>	<u>115</u>
Capital and reserves			
Called up share capital	9	100	100
		24	15
Total shareholders' funds	10	<u>124</u>	<u>115</u>

continued

DAMBYTE LIMITED

BALANCE SHEET

(continued)

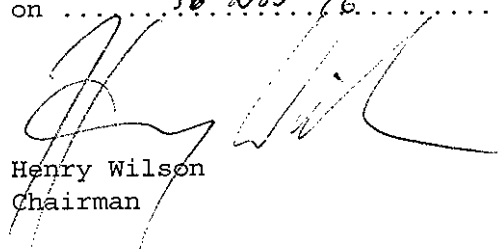
at April 30, 1996

The director considers that for the year ended April 30, 1996 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and 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 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 the Act relating to financial statements, so far as applicable to the company.

The director has taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 4 to 8 were approved by the director on 30 Nov 96



Henry Wilson
Chairman

DAMBYTE LIMITED

NOTES ON FINANCIAL STATEMENTS

April 30, 1996

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 is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

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:

Office equipment 25% straight line

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities stated net of value added tax.

In the opinion of the director, none of the turnover of the company is attributable to geographical markets outside the UK. (1995 nil)

3 Operating profit

	1996 £	1995 £
Operating profit is stated after charging		
Depreciation of tangible fixed assets (note 6)		
owned assets	1,046	958
	<u>1,046</u>	<u>958</u>

4 Directors

	1996 £	1995 £
Director's remuneration	12,827	13,257
	<u>12,827</u>	<u>13,257</u>

5 Taxation

	1996 £	1995 £
Corporation tax on profit at 25% (1995 25 %)	6,957	6,604
	<u>6,957</u>	<u>6,604</u>

DAMBYTE LIMITED

NOTES ON FINANCIAL STATEMENTS

April 30, 1996

6 Tangible fixed assets

Cost or valuation	Office Equipment £
1 May, 1995	3,832
Additions	350
	<hr/>
April 30, 1996	4,182
	<hr/>
Depreciation	
1 May, 1995	958
Charge for year	1,046
	<hr/>
April 30, 1996	2,004
	<hr/>
Net book amount	
April 30, 1996	2,178
	<hr/>
1 May, 1995	2,874
	<hr/>

7 Debtors

	1996 £	1995 £
Amounts falling due within one year		
Trade debtors	4,515	4,000
	<hr/>	<hr/>

8 Creditors: amounts becoming due and payable within one year

	1996 £	1995 £
Sundry creditors and accruals	-	854
VAT	1,100	1,127
PAYE and national insurance	144	134
Corporation tax	3,257	2,104
Director's loan account	7,409	2,910
	<hr/>	<hr/>
	11,910	7,129
	<hr/>	<hr/>

DAMBYTE LIMITED

NOTES ON FINANCIAL STATEMENTS

April 30, 1996

9 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	100	100	100	100
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Allotted called up and fully paid				
Ordinary shares of £1 each	100	100	100	100
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

10 Reconciliation of movements in shareholders' funds

	1996 £	1995 £
Profit for the financial year	20,808	19,723
Dividends	(20,800)	(19,800)
Net movement in shareholders' funds	<u>8</u>	<u>(77)</u>
Opening shareholders' funds	116	192
Closing shareholders' funds	<u>124</u>	<u>115</u>

DAMBYTE LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT

for the year ended April 30, 1996

	1996		1995	
	£	£	£	£
Turnover				
Fee income		43,785		42,372
Less administrative expenses				
Director's remuneration	12,827		12,728	
Training	545		360	
Internet services	145		-	
Charitable donation	250		-	
Computer consumables	256		219	
Technical literature	25		119	
Sundry expenses	18		18	
Entertaining	-		90	
Travelling	-		35	
Printing & stationery	-		227	
Subscriptions	-		132	
Bank charges & interest	78		77	
Accountancy fees	830		1,082	
Depreciation office equipment	1,046		958	
		16,020		16,045
Net Profit for the year		27,765		26,327