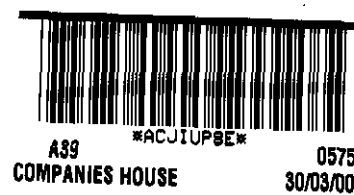


COMPANY NUMBER 2152577

CIPHER CONSULTANTS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1999

3 A Egremont Street,
Ely
Cambs
CB6 1AE



AUDITOR'S REPORT TO CIPHER CONSULTANTS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

I have examined the abbreviated accounts on pages 2 to 4 together with the full financial statements of the company for the year ended 31st March 1999 prepared under section 226 of the Companies Act 1985.

Respective Responsibilities of Director And Auditor

The director is responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is my responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the registrar of companies and whether the accounts are properly prepared in accordance with those provisions and report my opinion to you.

Basis of Opinion

I have carried out the procedures I consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of my work for the purposes of this report did not include examining or dealing with events after the date of my report on the financial statements.

Opinion

In my opinion, the company is entitled to deliver abbreviated accounts in accordance with sections 246 (5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with those provisions.



.....
David A. Green, F.A.P.A.
Authorised Public Accountant and Registered Auditor
14 Coach Mews
The Broadway
St. Ives
Huntingdon
Cambs
PE27 5BN

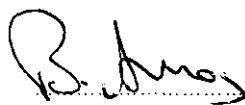
Dated This: 28th March 2000

CIPHER CONSULTANTS LIMITED
ABBREVIATED BALANCE SHEET AS AT 31ST MARCH 1999

	Note	<u>As At 31st March 1999</u>		<u>As At 31st March 1998</u>	
		£	£	£	£
<u>FIXED ASSETS:</u>					
Tangible Assets	(2)		53,512		26,937
<u>CURRENT ASSETS:</u>					
Debtors	(3)	600,259		347,278	
Work in Progress		<u>210,898</u>		<u>86,316</u>	
		811,157		433,594	
<u>CREDITORS (Amounts falling due within one year)</u>	(4)	<u>(723,252)</u>		<u>(356,918)</u>	
<u>NET CURRENT ASSETS</u>			<u>87,905</u>		<u>76,676</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			<u>141,417</u>		<u>103,613</u>
<u>CREDITORS (Amounts falling due after more than one year)</u>	(5)		<u>0</u>		<u>(9,200)</u>
			<u>£141,417</u>		<u>£94,413</u>
<u>CAPITAL AND RESERVES</u>					
Called Up Share Capital	(6)		2		2
Profit & Loss Account			<u>141,415</u>		<u>94,411</u>
<u>SHAREHOLDERS' FUNDS</u>			<u>£141,417</u>		<u>£94,413</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

APPROVED BY THE BOARD OF DIRECTORS ON 28TH MARCH 2000 AND SIGNED ON THEIR BEHALF BY:


B. J. Amos (Director)

The notes on pages 3 and 4 form an integral part of these accounts

CIPHER CONSULTANTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1999

1. Accounting Policies

(a) Depreciation

Depreciation is provided on all tangible fixed assets at rates estimated to write off the cost of each asset over its estimated useful life, at the following rates.

Motor Vehicles	25% p.a. on a straight line basis
Computer Equipment & Office Machinery	25% p.a. on a straight line basis
Office Furniture Fixtures & Fittings	25% p.a. on a straight line basis

(b) Work in Progress

Work in progress is stated at the lower of cost and net realisable value. Cost includes all direct costs, including purchased-in services, incurred in bringing the work in progress to its present location and condition, including where appropriate a proportion of overheads.

(c) Turnover

Turnover represents the invoiced value of services supplied and is stated net of value added tax.

(d) Taxation

Provision is made at appropriate rates for taxation deferred in respect of all material timing differences only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future. No provision was required as at 31st March, 1999 or at 31st, March 1998.

	<u>1998/99</u>	<u>1997/98</u>
<u>2. Fixed Assets:</u>	<u>Total</u>	<u>Total</u>
<u>Vehicles and Equipment</u>	<u>£</u>	<u>£</u>
<u>Cost at 1st April</u>	59,447	51,376
Disposals	(37,773)	0
Additions	58,726	8,071
<u>Cost at 31st March</u>	<u>£80,400</u>	<u>£59,447</u>
<u>Accumulated Depreciation at 1st April</u>	32,510	19,820
Eliminated on disposals	(20,460)	0
Charge for the Year	14,838	12,690
<u>Accumulated Depreciation at 31st March</u>	<u>£26,888</u>	<u>£32,510</u>
<u>W.D.V. at 31st March</u>	<u>£53,512</u>	<u>£26,937</u>

3. Debtors

Debtors £600,259 (1998 £347,278) include a loan to the director Mr. B.J. Amos and Mrs. Amos which amounted at 31st March 1999 to £nil (1998 £14,569). This loan was unsecured, interest free and repayable on demand.

4. Creditors (Amounts falling due within one year)

Creditors £723,252 (1998 £356,918) include a bank overdraft of £74,555 (1998 £23,800) which is secured and obligations under a Hire Purchase Contract of £32,167 (1998 £4,800).

5. Creditors (amounts falling due after more than one year)

Obligations under a High Purchase Contract £ Nil (1998 £9,200)

CIPHER CONSULTANTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1999

Continued.....

6. Share Capital:

	<u>31.3.99</u>	<u>Authorised</u>	<u>31.3.98</u>	<u>Allotted, issued & Fully Paid</u>	<u>31.3.98</u>
Ordinary Shares of £1 each	<u>£1,000</u>		<u>£1,000</u>	<u>£2</u>	<u>£2</u>

7. Directors Interest in Transactions

During the year ended 31st March 1999 the company conducted trade on normal commercial terms with the partnership of Mr. B.J. Amos and Mrs. J.A. Amos trading as 'B.J. A. Consultants' which supplied goods and services amounting to £101,585 net of VAT (1997/98 £106,010). As at 31st March 1999 that partnership was owed £Nil by the company (1998 £Nil).

During the year ended 31st March 1999 the director provided services to the company, on normal commercial terms, amounting to £4,720 (1997/98 £520). A company owned vehicle was sold to the director at a market value of £14,103 during the year (1998 £Nil). At 31st March 1999 no sums were due from the partnership to the company (1998 £Nil)