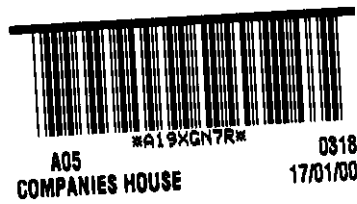


RSC

Company Number: 1508607

SPC SKYLINE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 1999



AUDITORS' REPORT TO SPC SKYLINE LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 2 to 5 together with the financial statements of SPC Skyline Limited for the year ended 31st July 1999 prepared under section 226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

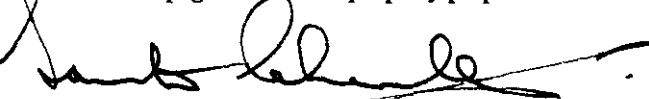
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with 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 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 did not include examining or dealing with events after the date of our report on the 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 5 are properly prepared in accordance with those provisions.



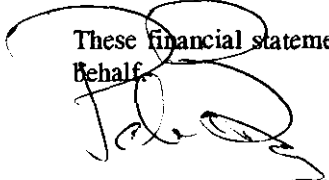
Saunter Chappell
Chartered Accountants and Registered Auditors
255 Cranbrook Road
Ilford
Essex
IG1 4TG
2nd December 1999

SPC SKYLINE LIMITED**ABBREVIATED BALANCE SHEET****AS AT 31ST JULY 1999**

	Notes	1999 £	1998 £
Fixed Assets	2		
Tangible fixed assets		304,627	280,848
Current Assets			
Stock and work in progress		12,859	14,769
Debtors		151,357	85,632
Cash at bank and in hand		75,301	54,538
		239,517	154,939
Creditors: Amounts Falling Due Within One Year		174,643	143,222
Net Current Assets		64,874	11,717
Total Assets Less Current Liabilities		369,501	292,565
Creditors: Amounts Falling Due After More Than One Year		160,895	143,150
		208,606	149,415
Capital and Reserves			
Share capital	3	2,000	1,000
Profit and loss account		206,606	148,415
Shareholders' Funds		208,606	149,415

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

These financial statements were approved by the board on 30th November 1999 and signed on its Behalf.


Peter L Barsby
Director

The notes on pages 3 to 5 form part of these financial statements.

SPC SKYLINE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1999

1 Accounting Policies

Basis of Accounting

The Financial Statements have been prepared under the historical cost convention.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land over their expected useful lives. The rates and periods generally applicable are:

Freehold properties	Straight line over 50 years.
Plant and machinery	25 % reducing balance.
Motor vehicles	25 % reducing balance
Furniture and equipment	25 % reducing balance

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise.

Contribution to Pension Funds

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

SPC SKYLINE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1999

2 Fixed Assets

	Tangible Fixed Assets	Total
	£	£
Cost		
At 1st August 1998	530,643	530,643
Additions	89,451	89,451
Disposals	(15,549)	(15,549)
At 31st July 1999	604,545	604,545
Depreciation and Amortisation		
At 1st August 1998	249,793	249,793
Charge for the year	58,193	58,193
On disposals	(8,068)	(8,068)
At 31st July 1999	299,918	299,918
Net Book Value		
At 31st July 1999	304,627	304,627
<i>At 31st July 1998</i>	<i>280,850</i>	<i>280,850</i>

Assets held under finance leases originally cost £73,240 (1998 : £34,916) and have a net book value of £48,383 (1998 : £26,187).

3 Share Capital

	1999	1998
	£	£
Authorised		
2,000 Ordinary shares of £1.00 each	2,000	1,000
Allotted		
2,000 Allotted, called up and fully paid ordinary shares of £1.00 each	2,000	1,000

During the year the company issued 1000 ordinary shares of £1 each at par.

SPC SKYLINE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1999

4 Transactions with Directors

Peter Barsby and David Hudson are also directors of Transcript Computers Ltd a company to which SPC Skyline Ltd made a loan of £32,579 during the year which was still outstanding at the year-end.

During the year the company advanced loans to the directors of a maximum amount of £13,812 of which £7,075 was still outstanding at the year-end.