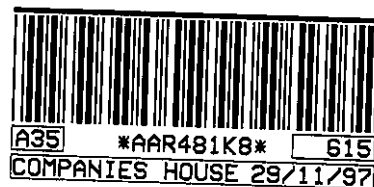


PRESENCE SYSTEMS LIMITED
REGISTERED NUMBER 2767006

ABBREVIATED FINANCIAL STATEMENTS

28 FEBRUARY 1997



**AUDITORS' REPORT TO THE DIRECTORS OF PRESENCE SYSTEMS LIMITED
PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 5 together with the financial statements of Presence Systems Limited prepared under Section 226 of the Companies Act 1985 for the year ended 28 February 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to prepare abbreviated accounts and whether they have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions claimed in the director's statement on page 2 and that the abbreviated accounts have been properly prepared from those financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Sections 246(5) and (6) of that Act in respect of the year ended 28 February 1997 and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with the provisions of that Section.



NEVILLE RUSSELL
CHARTERED ACCOUNTANTS
and Registered Auditors
Nexia House
The Broadway
Dudley
West Midlands
DY1 4PY

20 November 1997

PRESENCE SYSTEMS LIMITED

ABBREVIATED BALANCE SHEET AT 28 FEBRUARY 1997

	Notes	1997 £	1996 £
FIXED ASSETS			
Tangible assets	2	7,930	9,577
CURRENT ASSETS			
Debtors	3	25,558	24,225
Cash at bank		58,361	25,561
		83,919	49,786
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR		(62,295)	(51,205)
NET CURRENT ASSETS		21,624	(1,419)
TOTAL ASSETS LESS CURRENT LIABILITIES		38,857	8,158
		29,554	8,158
CAPITAL AND RESERVES			
Called up share capital	4	2	2
Profit and loss account		29,552	8,156
		29,554	8,158

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 on
and signed on its behalf

D H Schofield - Director

DH Schofield 20/11/97

PRESENCE SYSTEMS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 1997

1 ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards.

Accounting convention

The financial statements are prepared under the historical cost convention.

Depreciation

Depreciation is calculated to write off the cost of fixed assets on a straight line basis over their estimated useful lives.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is calculated using the first-in-first-out method.

Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences, to the extent that it is probable that a liability will crystallise in the foreseeable future, at the rates of tax expected to apply when the timing differences reverse.

Pension costs

Contributions payable to the company's scheme are charged to the profit and loss account in the period to which they relate.

PRESENCE SYSTEMS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 1995**

2 TANGIBLE FIXED ASSETS

	£
COST	
At 1 March 1996	32,121
Additions	5,903
Disposals	-
At 28 February 1997	38,024
ACCUMULATED DEPRECIATION	
At 1 March 1996	22,544
Charge for the year	7,550
Eliminated on disposals	-
At 28 February 1997	30,094
NET BOOK VALUES	
At 28 February 1996	9,577
At 28 February 1997	7,930

3 DEBTORS

The aggregate amount of debtors falling
due after more than one year is

1997 £	1996 £
-	-

PRESENCE SYSTEMS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 1997**

	1997 £	1996 £
4 SHARE CAPITAL		
Authorised:		
Ordinary shares of £1 each	100	100
Allotted, issued and fully paid:	<u> </u>	<u> </u>
Ordinary shares of £1 each	<u>2</u>	<u>2</u>