REGISTERED NUMBER: 2846821

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2000

FOR

INTERLIANT UK HOLDINGS LIMITED
(FORMERLY SALES TECHNOLOGY LIMITED)



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for the Year Ended 31 December 2000

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COMPANY INFORMATION
for the Year Ended 31 December 2000

DIRECTORS:	F Alfano J Lawton A Aiello
SECRETARY:	R Shear
REGISTERED OFFICE:	2 Stone Buildings Lincoln's Inn London WC2A 3TH
REGISTERED NUMBER:	2846821
AUDITORS:	James & Cowper 3 Wesley Gate Queens Road Reading RG1 4AP Chartered Accountants and Registered Auditor

REPORT OF THE INDEPENDENT AUDITORS TO INTERLIANT UK HOLDINGS LIMITED (FORMERLY SALES TECHNOLOGY LIMITED) UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 31 December 2000 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 consider 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 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 three to five are properly prepared in accordance with those provisions.

James & Cowper
3 Wesley Gate
Queens Road
Reading
RG1 4AP
Chartered Accountants
and Registered Auditor

Dated: 17th July 2001

ABBREVIATED BALANCE SHEET
31 December 2000

	Notes	2000 £	1999 £
CURRENT ASSETS:			
Debtors	4	**128,479**	125,892
Cash at bank		**310**	343
		128,789	126,235
CREDITORS: Amounts falling due within one year		**1,000**	1,000
NET CURRENT ASSETS:		**127,789**	125,235
TOTAL ASSETS LESS CURRENT LIABILITIES:		**£127,789**	£125,235
CAPITAL AND RESERVES:			
Called up share capital	5	**1,033**	1,033
Share premium		**150,611**	150,611
Revaluation reserve		**(18,751)**	(18,751)
Profit and loss account		**(5,104)**	(7,658)
SHAREHOLDERS' FUNDS:		**£127,789**	£125,235

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

ON BEHALF OF THE BOARD:

.....
A Aiello - DIRECTOR

Approved by the Board on 12 July 2001

The notes form part of these financial statements

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Year Ended 31 December 2000

1. ACCOUNTING POLICIES

Accounting convention
The accounts have been prepared on the going concern basis. The company is reliant on the support of Interliant Inc, a group company. The directors are of the opinion that this support will be forthcoming, and thus that the going concern basis is appropriate.

If the going concern basis were not appropriate, then adjustments would have to be made to reduce assets to their recoverable amounts, and to reclassify fixed assets as current assets.

Accounting convention
The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% on cost
Computer equipment	- 33.3% on cost

Deferred taxation
Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Consolidated accounts
The company had taken advantage of the exemption granted by Financial Reporting Standard Number 2 from the requirement to prepare consolidated accounts on the grounds that the company is a wholly owned subsidiary undertaking. The financial statements therefore present information about the company as an individual undertaking and not about the group.

Fixed Asset Investments
The company revalues its fixed asset investments each year. The investments are revalued to the relevant company's net assets.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2000 and 31 December 2000	3,838
DEPRECIATION:	
At 1 January 2000 and 31 December 2000	3,838
NET BOOK VALUE:	
At 31 December 2000	-

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Year Ended 31 December 2000

3. FIXED ASSET INVESTMENTS

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Interliant UK Limited
Nature of business: Computer systems design

Class of shares:	% holding
Ordinary	100.00

	2000	1999
	£	£
Aggregate capital and reserves	**(1,692,184)**	(287,745)
Loss for the year/period	**(1,404,439)**	(330,314)

4. DEBTORS FALLING DUE AFTER MORE THAN ONE YEAR

	2000	1999
	£	£
Loan to subsidiary	**128,469**	125,882

5. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	2000 £	1999 £
70,000	Ordinary Shares	£1	**70,000**	70,000

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2000 £	1999 £
1,033	Ordinary Shares	£1	**1,033**	1,033

6. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Interliant Inc, which is registered in the U.S.A, who acquired the entire share capital on 14th September 1999.

The ultimate parent company is Charterhouse Group International Inc, a company incorporated in the U.S.A.