

FIREPROOFING SOFTWARE INTERNATIONAL

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE PERIOD

1 AUGUST 1997 TO 31 OCTOBER 1998



FIREPROOFING SOFTWARE INTERNATIONAL

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for the Period 1 August 1997 to 31 October 1998

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FIREPROOFING SOFTWARE INTERNATIONAL

COMPANY INFORMATION
for the Period 1 August 1997 to 31 October 1998

DIRECTORS:

G Pimm
J McCarthy
P Kitching

SECRETARY:

John McCarthy

REGISTERED OFFICE:

33 Oakwood Grove
Warwick
CV34 5TD

REGISTERED NUMBER:

3078310 (England and Wales)

ACCOUNTANTS:

Michael Harwood & Co.
Chartered Accountants
Greville House
10 Jury Street
Warwick
CV34 4EW

FIREPROOFING SOFTWARE INTERNATIONAL

REPORT OF THE DIRECTORS for the Period 1 August 1997 to 31 October 1998

The directors present their report with the financial statements of the company for the period 1 August 1997 to 31 October 1998.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of the development of computer software for the construction sector which is used to identify a building's fire proofing requirements.

DIRECTORS

The directors during the period under review were:

G Pimm
J McCarthy
P Kitching

The beneficial interests of the directors holding office on 31 October 1998 in the issued share capital of the company were as follows:

Ordinary Shares £1 shares

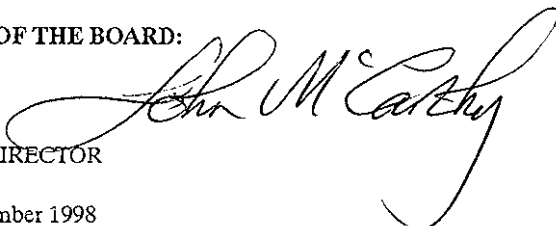
	31.10.98	1.8.97
G Pimm	100	100
J McCarthy	200	200
P Kitching	100	-

This report has 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:

J McCarthy – DIRECTOR

Dated: 17 December 1998



FIREPROOFING SOFTWARE INTERNATIONAL

PROFIT AND LOSS ACCOUNT
for the Period 1 August 1997 to 31 October 1998

		Period 1.8.97 to 31.10.98	Year Ended 31.7.97
	Notes	£	£
TURNOVER	2	4,680	-
GROSS PROFIT		<u>4,680</u>	<u>-</u>
Administrative expenses		4,574	2,216
OPERATING PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	3	106	(2,216)
Tax on profit/(loss) on ordinary activities	4	2	(159)
PROFIT/(LOSS) FOR THE FINANCIAL PERIOD AFTER TAXATION		104	(2,057)
(Deficit)/Retained profit brought forward		(464)	1,593
DEFICIT CARRIED FORWARD		<u>£(360)</u>	<u>£(464)</u>

The notes form part of these financial statements

FIREPROOFING SOFTWARE INTERNATIONAL

BALANCE SHEET
31 October 1998

		31.10.98		31.7.97	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		166		333
CURRENT ASSETS:					
Debtors	6	159		459	
Cash at bank		1,730		-	
		1,889		459	
CREDITORS: Amounts falling due within one year	7	2,015		956	
NET CURRENT LIABILITIES:			(126)		(497)
TOTAL ASSETS LESS CURRENT LIABILITIES:			£40		£(164)
CAPITAL AND RESERVES:					
Called up share capital	8		400		300
Profit and loss account			(360)		(464)
Shareholders' funds			£40		£(164)

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ending 31 October 1998.

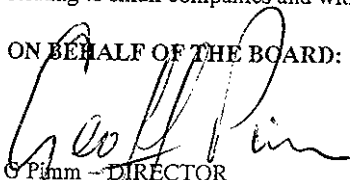
No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These 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.

ON BEHALF OF THE BOARD:


G Pimm - DIRECTOR

Approved by the Board on 17 December 1998

The notes form part of these financial statements

FIREPROOFING SOFTWARE INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS for the Period 1 August 1997 to 31 October 1998

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

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

Computer software - 33% 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.

2. TURNOVER

The turnover and profit (1997 – loss) before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT/(LOSS)

The operating profit (1997 – operating loss) is stated after charging:

	Period 1.8.97 to 31.10.98 £	Year Ended 31.7.97 £
Depreciation – owned assets	167	167
Loss on disposal of fixed assets	–	1,051
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	–	–
	<u> </u>	<u> </u>

4. TAXATION

The tax charge/(credit) on the profit on ordinary activities for the period was as follows:

	Period 1.8.97 to 31.10.98 £	Year Ended 31.7.97 £
UK Corporation Tax	2	(159)
	<u> </u>	<u> </u>

UK Corporation Tax has been charged at 0% (1997 – 0%).

FIREPROOFING SOFTWARE INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS for the Period 1 August 1997 to 31 October 1998

5. TANGIBLE FIXED ASSETS

	Computer software
	£
COST:	
At 1 August 1997	
and 31 October 1998	500
DEPRECIATION:	
At 1 August 1997	167
Charge for period	167
At 31 October 1998	334
NET BOOK VALUE:	
At 31 October 1998	166
At 31 July 1997	333

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.98	31.7.97
	£	£
Other debtors	-	300
Corporation Tax Recoverable	159	159
	159	459

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.98	31.7.97
	£	£
Other creditors	1,427	368
Accrued expenses	588	588
	2,015	956

The amounts due to the directors are split as follows, G.Pimm £150 J.McCarthy £243.

8. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.10.98	31.7.97
			£	£
1,000	Ordinary Shares	£1	1,000	1,000
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.10.98	31.7.97
			£	£
400	Ordinary Shares	£1	400	300

100 Ordinary Shares shares of £1 each were allotted and fully paid for cash at par during the period.