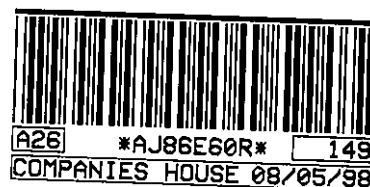


BLUESTONE LIMITED
FINANCIAL STATEMENTS
PERIOD ENDED 3RD JUNE 1996 TO 31ST JULY 1997

COMPANY NO : 3206607
REGISTERED OFFICE
CLARK WHITEHILL
KENNET HOUSE, 80 KINGS ROAD
READING, BERKS RG1 3BL



BLUESTONE LIMITED
ABBREVIATED BALANCE SHEET
AS AT 31st JULY 1997

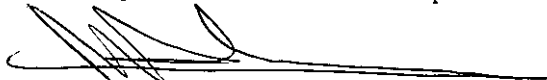
Page 1

	Note	#	1997
FIXED ASSETS			
Tangible Assets	3		5269
CURRENT ASSETS			
Debtors and Prepayments	4	5647	
Cash at Bank and in Hand		1544	
		<u>7192</u>	
Less : CURRENT LIABILITIES			
Creditors: amount falling due within one year	5	14356	
		<u>14356</u>	
NET CURRENT ASSETS			(7164)
NET ASSETS		#	<u>(1895)</u>
Financed by:			
SHARE CAPITAL	6		99
REVENUE RESERVES			
Profit and Loss Account			(1994)
		#	<u>(1895)</u>

The Director confirms as follows:-

- For the year ended 31st July 1997 the Company is entitled to the exemption conferred by Subsection (1) of section 249A of the Companies Act 1985.
- No Notice (from members requiring an audit) has been deposited under Sub-section (2) of the Section 249(B) in relation to the Accounts for the financial year.
- Acknowledges his responsibility for ensuring that the Company keeps proper books and accounting records, which comply with Section 221 of the Companies Act 1985.
- Acknowledges his responsibility for preparing the accounts which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts, as far as applicable to the Company.
- Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8.
- In the opinion of the directors, the company is entitled to those exemptions on the basis that it qualifies as a small company.

Approved by the Board of Directors on 28 April 1997



N.ANDERSON (Director)

Signed on behalf of the Board of Directors.

The Notes on pages 2 to 3 form part of these accounts.

1. ACCOUNTING POLICIES

a) Basis of accounting:

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain assets.

b) Turnover

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

c) Tangible fixed assets

Depreciation is provided, after taking account of any grants receivable, to write off each asset over its expected useful life at the following annual rates on cost:-

Fixtures and fittings	10%
Office Equipment	25%

2. DIRECTORS AND EMPLOYEES

	1997 #
Staff costs	
Wages and Salaries	17300
Social Security Costs	1709
	<u>19009</u>

The average number of persons employed by the Company including directors was:-

2

3. FIXED TANGIBLE ASSETS

	Fixture & Fitting	Computers	Total
Cost - B/fwd and C/fwd			
Additions	814	5493	6307
	<u>814</u>	<u>5493</u>	<u>6307</u>
Depreciation - B/fwd			
Charge for the Year	118	920	1038
	<u>118</u>	<u>920</u>	<u>1038</u>
NET BOOK VALUE			
At 31st July 1997	<u>696</u>	<u>4573</u>	<u>5269</u>

BLUESTONE LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 3rd JUNE 1996 TO 31ST JULY 1997

Page 3

4. DEBTORS	1997
	#
Trade Debtors	5647

5647
=====

5. CREDITORS : AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade Creditors	5115
Other taxes	2224
Director's Current Account	5721
Other Creditors	1296

14356
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6. CALLED UP SHARE CAPITAL.

Authorised 99 Ordinary Shares of #1 each	99
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Allotted, called up and fully paid 99 ordinary shares of #1 each	99
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