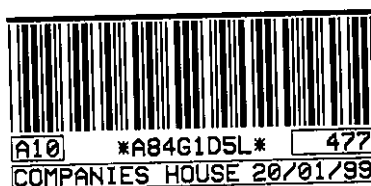


TAX WATCHDOG DIRECT LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 1998



Company No. 3249708

TAX WATCHDOG DIRECT LIMITED

BALANCE SHEET

AS AT 31 MARCH 1998

	Notes	1998 £	1997 £
Fixed Assets			
Intangible Assets	2	10,244	2,403
Current Assets			
Debtors		715	5,146
Bank		186	-
		-----	-----
		901	5,146
Creditors: Amounts Falling Due Within One Year		(31,460)	(8,837)
		-----	-----
Net Current Liabilities		(30,559)	(3,691)
		-----	-----
Total Assets Less Current Liabilities		(20,315)	(1,288)
		=====	=====
 Shareholder's funds		 (20,315)	 (1,288)
		=====	=====

The directors are of the opinion that the company is entitled to exemptions from audit conferred by subsection 1 of Section 249A of the Companies Act 1985 for the year ended 31st March 1998.

The directors confirm that no member or members have requested an audit pursuant to subsection 2 of Section 249B of the Companies Act 1987.

The directors confirm that they are responsible for:-

ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and

preparing accounts which give a true and fair view of the state of the affairs of the company as at 31st March 1998 and of its results for the year ended in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

TAX WATCHDOG DIRECT LIMITED

BALANCE SHEET

AS AT 31 MARCH 1998

The abbreviated accounts have been prepared in accordance with the special provisions on Part VII of the Companies Act 1987 relating to small companies.

In preparing these abbreviated accounts the directors have taken advantage of the exemptions conferred by Schedule 8 Part III of the Companies Act 1985, and has done so on the grounds that, in his opinion, the company qualifies as a small company as a small company and is entitled to make use of the exemptions.

This report was approved by the board of directors on 17/1/98, taking advantage of special exemptions available to small companies. J
Signed on behalf of
the board of directors



Mr B Oster
Director

15/1/98

TAX WATCHDOG DIRECT LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1998

1 Accounting Policies

Basis of Accounting

The Financial Statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention.

The company has taken advantage of the exemptions in the 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 received by the company for services provided in the period, excluding VAT.

Amortisation

Amortisation is calculated to write down the cost or valuation less estimated residual value of all intangible fixed assets by equal annual instalments over their expected useful lives. The periods generally applicable are:

Software development

Over 3 years

2 Intangible Fixed Assets

31.3.98

£

Cost

As at 1 April 1997

2,500

Additions

10,858

At 31 March 1998

13,358

Amortisation

As at 1 April 1997

97

Charge for the period

3,017

At 31 March 1998

3,114

Net Book Value

At 31 March 1998

10,244

At 31 March 1997

2,403

TAX WATCHDOG DIRECT LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1998

3 Share Capital

	1998	1997
Authorised, Equity Shares		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, Equity Shares		
Allotted, called up and fully paid ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

4 Related Party Transactions

During the year, services amounting to £14,358 were charged by Personal Taxation Services Limited. In addition the company was provided with services to a value of £500 by Tax Watchdog Limited.

The balance at 31st March 1998 between the companies was as follows:-

	£	£
Amount due to Personal Taxation Services Limited	15,664	1,306
Amount due to Tax Watchdog Limited	500	-

Mr B Oster is materially interested as a shareholder and director of both companies.