REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 1997

FOR

BON ACCORD COMPUTER SERVICES LIMITED



BON ACCORD COMPUTER SERVICES LIMITED

INDEX TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1997

	Page
Company Information	1
Report of the Directors	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5
Report of the Accountants	7
Profit and Loss Account	8

COMPANY INFORMATION
for the Year Ended 31 July 1997

DIRECTORS:	Margaret Scott Bruce Alexander Bruce
SECRETARY:	Alexander Bruce
REGISTERED OFFICE:	64 Seatown Buckie Grampian A56 1JS
REGISTERED NUMBER:	92004 (Scotland)
ACCOUNTANTS:	Acumen Accountants and Advisors Limited Bon Accord House Riverside Drive ABERDEEN AB11 7SL

BON ACCORD COMPUTER SERVICES LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 July 1997

The directors present their report with the financial statements of the company for the year ended 31 July 1997.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of computer services. The company did not trade during the year.

DIRECTORS
The directors during the year under review were:

Margaret Scott Bruce
Alexander Bruce

The beneficial interests of the directors holding office on 31 July 1997 in the issued share capital of the company were as follows:

	31.7.97	1.8.96
Ordinary £1 shares		
Margaret Scott Bruce	-	1
Alexander Bruce	-	1

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:

Alexander Bruce - SECRETARY

Dated: 19 May 1998

BON ACCORD COMPUTER SERVICES LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 July 1997

	Notes	1997 £	1996 £
TURNOVER		-	-
Administrative expenses		545	2,027
OPERATING LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	(545)	(2,027)
Tax on loss on ordinary activities	3	-	-
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		(545)	(2,027)
Deficit brought forward		(4,663)	(2,636)
DEFICIT CARRIED FORWARD		£(5,208)	£(4,663)

The notes form part of these financial statements

BON ACCORD COMPUTER SERVICES LIMITED

BALANCE SHEET
31 July 1997

	Notes	1997 £	1997 £	1996 £	1996 £
FIXED ASSETS:					
Tangible assets	4		-		612
CURRENT ASSETS:					
Debtors	5	-		128	
Cash at bank		290		212	
		290		340	
CREDITORS: Amounts falling due within one year	6	5,496		5,613	
NET CURRENT LIABILITIES:			(5,206)		(5,273)
TOTAL ASSETS LESS CURRENT LIABILITIES:			£(5,206)		£(4,661)
CAPITAL AND RESERVES:					
Called up share capital	7		2		2
Profit and loss account			(5,208)		(4,663)
Shareholders' funds			£(5,206)		£(4,661)

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 July 1997.

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:

Alexander Bruce

Alexander Bruce - DIRECTOR

Approved by the Board on 19 May 1998

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1997

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.

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

Office equipment	- 20% on cost
Computer equipment	- 20% on cost

2. OPERATING LOSS

The operating loss is stated after charging:

	1997	1996
	£	£
Depreciation - owned assets	612	1,750
Accountants remuneration	235	235
Directors' emoluments and other benefits etc	-	-

3. TAXATION

No liability to UK Corporation tax arose on ordinary activities for the year ended 31 July 1997 nor for the year ended 31 July 1996.

4. TANGIBLE FIXED ASSETS

	Office equipment	Computer equipment	Totals
	£	£	£
COST:			
At 1 August 1996 and 31 July 1997	4,060	8,062	12,122
DEPRECIATION:			
At 1 August 1996	4,060	7,450	11,510
Charge for year	-	612	612
At 31 July 1997	4,060	8,062	12,122
NET BOOK VALUE:			
At 31 July 1997	-	-	-
At 31 July 1996	-	612	612

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1997

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1997 £	1996 £
V.A.T.	-	128

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1997 £	1996 £
Directors current accounts	5,378	5,378
Accruals	118	235
	5,496	5,613

7. CALLED UP SHARE CAPITAL

Authorised:

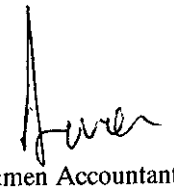
Number:	Class:	Nominal value:	1997 £	1996 £
100	Ordinary	£1	100	100

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	1997 £	1996 £
2	Ordinary	£1	2	2

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF BON ACCORD COMPUTER SERVICES LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 July 1997 set out on pages three to six and you consider that the company is exempt from an audit in accordance with section 249A of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Acumen Accountants and Advisors Limited
Bon Accord House
Riverside Drive
ABERDEEN
AB11 7SL

Dated: 19 May 1998