REGISTERED NUMBER: 134200 (Scotland)

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2002

FOR

FOREMOST I T LIMITED

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COMPANIES HOUSE 10/07/03

FOREMOST I T LIMITED

CONTENTS OF THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2002

	Page
Company Information	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Financial Statements	4

FOREMOST I T LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2002

DIRECTORS:	Dr J Malone Dr S McInnes
SECRETARY:	Dr J Malone
REGISTERED OFFICE:	90 Mitchell Street Glasgow G1 3NQ
REGISTERED NUMBER:	134200 (Scotland)
ACCOUNTANTS:	Sinclair Wood & Co. Chartered Accountants Gordon Chambers 90 Mitchell Street Glasgow G1 3NQ
BANKERS:	Bank of Scotland 55 Bath Street Glasgow G2 8QD

FOREMOST I T LIMITED

ABBREVIATED BALANCE SHEET
30 SEPTEMBER 2002

	Notes	2002 £	2002 £	2001 £	2001 £
FIXED ASSETS:					
Intangible assets	2		**83,868**		94,351
Tangible assets	3		**17,430**		21,362
Investments	4		**200**		101
			101,498		115,814
CURRENT ASSETS:					
Debtors		**167,547**		147,387	
Cash at bank		**36,760**		1	
		204,307		147,388	
CREDITORS: Amounts falling due within one year		**198,521**		191,103	
NET CURRENT ASSETS/(LIABILITIES):			**5,786**		(43,715)
TOTAL ASSETS LESS CURRENT LIABILITIES:			**107,284**		72,099
CREDITORS: Amounts falling due after more than one year			**77,853**		25,000
			£29,431		£47,099
CAPITAL AND RESERVES:					
Called up share capital	5		**93,825**		63,825
Revaluation reserve			**36,421**		36,421
Profit and loss account			**(100,815)**		(53,147)
SHAREHOLDERS' FUNDS:			**£29,431**		£47,099

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 September 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2002 in accordance with Section 249B(2) of the Companies Act 1985.

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.

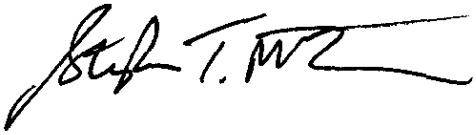
The notes form part of these financial statements

FOREMOST I T LIMITED

ABBREVIATED BALANCE SHEET
30 SEPTEMBER 2002

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:



Dr S McInnes - DIRECTOR

Approved by the Board on 17 March 2003

The notes form part of these financial statements

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2002

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 (effective June 2002).

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

Intangible fixed assets
Internally developed software products have been capitalised in the balance sheet and are being amortised on a straight line basis over the estimated useful economic life of ten years.

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 a reducing balance basis
Computer equipment	- 25% on a reducing balance basis

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pensions
The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Investments
Fixed asset investments are stated at cost less amounts written off for permanent diminution in value.

The company's subsidiary has not been consolidated. Group accounts have not been prepared and these financial statements present information about the company as an individual undertaking. Group accounts are not required because of the disclosure exemptions available under Section 248 of the Companies Act 1985 for small and medium-sized groups.

2. INTANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 October 2001 and 30 September 2002	**104,834**
AMORTISATION:	
At 1 October 2001	**10,483**
Charge for year	**10,483**
At 30 September 2002	**20,966**
NET BOOK VALUE:	
At 30 September 2002	**83,868**
At 30 September 2001	94,351

3. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 October 2001	**263,662**
Additions	**1,168**
Disposals	**(1,107)**
At 30 September 2002	**263,723**
DEPRECIATION:	
At 1 October 2001	**242,299**
Charge for year	**4,748**
Eliminated on disposals	**(754)**
At 30 September 2002	**246,293**
NET BOOK VALUE:	
At 30 September 2002	**17,430**
At 30 September 2001	21,362

4. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 October 2001	**101**
Additions	**100**
At 30 September 2002	**201**
PROVISIONS:	
Provision during year	**1**
At 30 September 2002	**1**
NET BOOK VALUE:	
At 30 September 2002	**200**
At 30 September 2001	101

4. **FIXED ASSET INVESTMENTS - continued**

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

Highland I T Forum Limited
Nature of business: Information technology

Class of shares:	% holding
Ordinary	20.00

	2002 £	31/12/01 £
Aggregate capital and reserves	-	393
Profit for the year/period	-	427

Foremost Training Limited
Nature of business: Consultancy

Class of shares:	% holding
Ordinary	100.00

	2002 £	2001 £
Aggregate capital and reserves	**101**	134
(Loss)/Profit for the year	**(33)**	34

Scotnet.Co.Uk Limited
Nature of business: Information technology

Class of shares:	% holding
Ordinary	100.00

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2002

5. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	2002 £	2001 £
100,000	Ordinary	£1	**100,000**	100,000
2,500	Ordinary B	£20	**50,000**	50,000
100,000	Ordinary C	50p	**50,000**	50,000
			200,000	200,000

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2002 £	2001 £
63,600 (2001 - 33,600)	Ordinary	£1	**63,600**	33,600
1,500	Ordinary B	£20	**30,000**	30,000
			93,600	63,600

Allotted and issued:

Number:	Class:	Nominal value:	2002 £	2001 £
22,500	Ordinary C	50p	**225**	225

The ordinary C shares issued were partly paid @ 1 pence each.

6. RELATED PARTY DISCLOSURES

During the year ended 30 September 2002 the company was under the immediate and ultimate control of directors Dr J Malone and Dr S McInnes.

During the year ended 30 September 2002 the company received management charges income of £851 from Foremost Training Limited, a company which Dr J Malone and Dr S McInnes also had an interest. At 30 September 2002 the company owed £nil to Foremost Training Limited (2001 : £1). At 30 September 2002 the company owed £99 to Scotnet.Co.Uk Limited (2001 : (£1)), a company which Dr J Malone and Dr S Mcinnes had an interest.

All related party transactions are negotiated by the company on an arms' length basis.