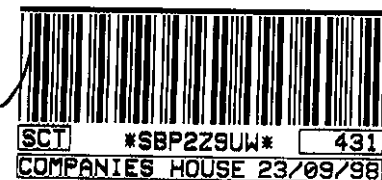


215100

Cost House

Report of the Director and
Financial Statements for the Period 22 May 1997 to 30 June 1998
for
Bee-Line Computer Services Ltd



Bee-Line Computer Services Ltd

Company Information

for the Period 22 May 1997 to 30 June 1998

DIRECTOR: L MACKAY

SECRETARY: A MACKAY

REGISTERED OFFICE: 21 Craiglockhart Dell Road
EDINBURGH
EH14 1JW

REGISTERED NUMBER: SC175108 (Scotland)

ACCOUNTANTS: Cockburn & Company Ltd
Chartered Management Accountants
7 Standingstone Road
Dalmeny
SOUTH QUEENSFERRY
EH30 9UB

Bee-Line Computer Services Ltd

Report of the Director

for the Period 22 May 1997 to 30 June 1998

The director presents his report with the financial statements of the company for the period 22 May 1997 to 30 June 1998.

INCORPORATION

The company was incorporated on 22 May 1997 and commenced trading on 1 June 1997.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of computer servicing and support

DIRECTOR

L MACKAY was the sole director during the period under review.

His beneficial interest in the issued share capital of the company was as follows:

	30.6.98	22.5.97
Ordinary 100p shares	2	2

The director, being eligible, offers himself for election at the forthcoming first Annual General Meeting.

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:

A. Mackay

A MACKAY - SECRETARY

Dated: *1st* Sept 1998

Bee-Line Computer Services Ltd

Profit and Loss Account

for the Period 22 May 1997 to 30 June 1998

	Notes	£
TURNOVER	2	56,503
Cost of sales		<u>4,909</u>
GROSS PROFIT		51,594
Administrative expenses		<u>47,760</u>
		3,834
Other operating income		<u>513</u>
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	4,347
Tax on profit on ordinary activities	4	<u>1,216</u>
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		3,131
RETAINED PROFIT CARRIED FORWARD		<u>£3,131</u>

The notes form part of these financial statements

Bee-Line Computer Services Ltd

Balance Sheet

30 June 1998

	Notes	£	£
FIXED ASSETS:			
Tangible assets	5		16,636
CURRENT ASSETS:			
Debtors	6	6,775	
Cash at bank		6,823	
		13,598	
CREDITORS: Amounts falling due within one year	7	11,096	
NET CURRENT ASSETS:			2,502
TOTAL ASSETS LESS CURRENT LIABILITIES:			19,138
CREDITORS: Amounts falling due after more than one year	8		16,005
			£3,133
CAPITAL AND RESERVES:			
Called up share capital	9		2
Profit and loss account			3,131
Shareholders' funds			£3,133

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ending 30 June 1998.

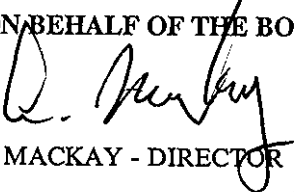
No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The director acknowledges his 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:


L MACKAY - DIRECTOR

Approved by the Board on 1st Sept 1998

The notes form part of these financial statements

Notes to the Financial Statements
for the Period 22 May 1997 to 30 June 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 goods, 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 or, if held under a finance lease, over the lease term, whichever is the shorter.

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 director, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT

The operating profit is stated after charging:

	£
Depreciation - owned assets	1,665
Depreciation - assets on hire purchase contracts or finance leases	3,880
Director's emoluments and other benefits etc	27,497

4. TAXATION

The tax charge on the profit on ordinary activities for the period was as follows:

	£
UK Corporation Tax	1,216

UK Corporation Tax has been charged at 21 %.

**Notes to the Financial Statements
for the Period 22 May 1997 to 30 June 1998**

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST:	
Additions	22,181
At 30 June 1998	22,181
DEPRECIATION:	
Charge for period	5,545
At 30 June 1998	5,545
NET BOOK VALUE:	
At 30 June 1998	16,636

Fixed assets, included in the above, which are held under hire purchase contracts or finance leases are as follows:

	Plant and machinery etc
	£
COST:	
Additions	15,519
At 30 June 1998	15,519
DEPRECIATION:	
Charge for period	3,880
At 30 June 1998	3,880
NET BOOK VALUE:	
At 30 June 1998	11,639

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	£
Trade debtors	6,775

Bee-Line Computer Services Ltd

Notes to the Financial Statements

for the Period 22 May 1997 to 30 June 1998

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	£
Trade creditors	2,137
Directors current accounts	11
Hire purchase	2,578
V.A.T.	3,462
PAYE/ NIC Control A/c	1,288
Taxation	1,216
Accrued expenses	404
	11,096

**8. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	£
Loan	12,764
Hire purchase	3,241
	16,005

9. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	£
1,000	Ordinary	100p	1,000

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	£
2	Ordinary	100p	2

Bee-Line Computer Services Ltd

Report of the Accountants to the Director of
Bee-Line Computer Services Ltd

As described on the balance sheet you are responsible for the preparation of the financial statements for the period ended 30 June 1998 set out on pages three to seven 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.

Cockburn & Co Ltd

Cockburn & Company Ltd
Chartered Management Accountants
7 Standingstone Road
Dalmeny
SOUTH QUEENSFERRY
EH30 9UB

Dated: *ksr*.....Sept 1998