

JOHNSTONE KEMP TOOLEY Ltd.

Certified Accountants - Registered Auditors

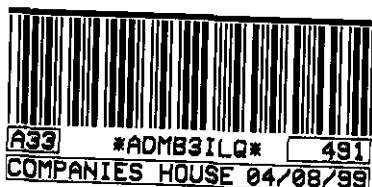
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Mennieson Limited

Directors' Report and Financial Statements

For The Year Ended 31st March 1999

Registration Number 1897008



Mennieson Limited

Company Information

Directors	P. Mason
Secretary	R. Rice
Company Number	1897008
Registered Office	Fraser House 14a Carfax Horsham West Sussex
Business Address	13 Brancaster Lane Purley Surrey CR8 1HJ
Bankers	Bank of Scotland St Albans House 59 Haymarket London SW1Y 4QX

Mennieson Limited

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Mennieson Limited

**Directors' Report
For The Year Ended 31st March 1999**

The directors present their report and the financial statements for the year ended 31st March 1999.

Principal Activity

The principal activity of the company is that of computer consultancy services.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	1999	1998
P. Mason	99	99

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:


- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on and signed on its behalf by

R. Rice
Secretary


23/7/99

Mennieson Limited

**Accountants' Report on the Unaudited Financial Statements to the Directors of
Mennieson Limited**

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 31st March 1999 set out on pages 3 to 8 and you consider that the company is exempt from an audit. 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 supplied to us.

Johnstone Kemp Tooley Limited

Johnstone Kemp Tooley Limited

**Fraser House
14a Carfax
Horsham
West Sussex
RH12 1ER**

Date: *2nd August 1999*

Mennieson Limited

**Profit and Loss Account
For The Year Ended 31st March 1999**

		1999	1998
	Notes	£	£
Turnover	2	72,248	67,734
Administrative expenses		(24,279)	(24,426)
Operating profit	3	47,969	43,308
Interest receivable and similar income		308	511
Profit on ordinary activities before taxation		48,277	43,819
Tax on profit on ordinary activities	6	(10,175)	(9,250)
Profit on ordinary activities after taxation		38,102	34,569
Dividends		(32,000)	(35,000)
Retained profit/(loss) for the year		6,102	(431)
Retained profit brought forward		112	543
Retained profit carried forward		6,214	112

The notes on pages 6 to 8 form an integral part of these financial statements.

Mennieson Limited

**Balance Sheet
As At 31st March 1999**

		1999		1998	
Notes	£	£	£	£	£
Fixed Assets					
Tangible assets	7		2,220		1,805
Current Assets					
Debtors	8	-		6,189	
Cash at bank and in hand		13,616		13,163	
		13,616		19,352	
Creditors: amounts falling due within one year	9	(9,522)		(20,945)	
Net Current Assets/(Liabilities)			4,094		(1,593)
Total Assets Less Current Liabilities			6,314		212
Capital and Reserves					
Called up share capital	10		100		100
Profit and loss account			6,214		112
Shareholders' Funds			6,314		212

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

Mennieson Limited

Balance Sheet (continued)

**Directors' Statements Required By Section 249b(4)
For The Year Ended 31st March 1999**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31st March 1999 and

(c) that we acknowledge our responsibilities for:

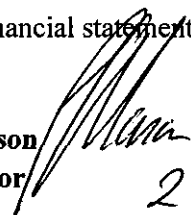
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are 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.

The financial statements approved by the Board on and signed on its behalf by

P. Mason
Director



23-7-99

The notes on pages 6 to 8 form an integral part of these financial statements.

Mennieson Limited

**Notes to the Financial Statements
For The Year Ended 31st March 1999**

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery - 20% Straight Line

1.4 Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	1999	1998
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	<u>1,412</u>	<u>1,043</u>

4. Directors' emoluments

	1999	1998
	£	£
Remuneration and other benefits	<u>17,252</u>	<u>17,552</u>

5. Pension costs

The company operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £3,600 (1998 - £3,900).

Mennieson Limited

**Notes to the Financial Statements
For The Year Ended 31st March 1999**

6. Taxation	1999	1998
	£	£
UK current year taxation		
UK Corporation Tax	10,175	9,250
	<u> </u>	<u> </u>
7. Tangible fixed assets	Plant and machinery	Total
	£	£
Cost		
At 1st April 1998	8,385	8,385
Additions	1,827	1,827
	<u> </u>	<u> </u>
At 31st March 1999	10,212	10,212
	<u> </u>	<u> </u>
Depreciation		
At 1st April 1998	6,580	6,580
Charge for the year	1,412	1,412
	<u> </u>	<u> </u>
At 31st March 1999	7,992	7,992
	<u> </u>	<u> </u>
Net book values		
At 31st March 1999	2,220	2,220
	<u> </u>	<u> </u>
At 31st March 1998	1,805	1,805
	<u> </u>	<u> </u>
8. Debtors	1999	1998
	£	£
Trade debtors	-	6,189
	<u> </u>	<u> </u>
9. Creditors: amounts falling due within one year	1999	1998
	£	£
Corporation tax	4,175	5,748
Other taxes and social security costs	3,405	4,589
Directors' accounts	1,142	9,833
Accruals and deferred income	800	775
	<u> </u>	<u> </u>
	9,522	20,945
	<u> </u>	<u> </u>

Mennieson Limited

**Notes to the Financial Statements
For The Year Ended 31st March 1999**

10. Share capital	1999	1998
	£	£
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>