

DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999

Company No. 3372065 (England and Wales)



ACCOUNTANTS' REPORT TO THE DIRECTORS OF
DAVID WIDGER ASSOCIATES LIMITED

In accordance with instructions given to us, we have prepared without carrying out an audit, the accounts on pages 2 to 7 from the accounting records of David Widger Associates Limited and from information and explanations given to us.

Hattersley & Co.
399 Hendon Way
London
NW4 3LH

June 1999

**DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 1999**

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

PRINCIPAL ACTIVITIES

The principal activity of the Company is the provision of information technology consultancy services.

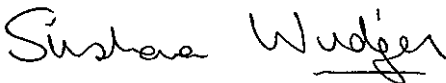
DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:-

	Number of Shares	
	1999	1998
Mrs S Widger	1	1
Mr E D Widger	1	1
	===	===

This report was approved by the board on 25 June 1999 and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors,



**MRS S WIDGER
SECRETARY**

**Registered Office:
399 Hendon Way
London NW4 3LH**

DAVID WIDGER ASSOCIATES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 1999

	Notes	1999	Period from Incorporation to 31 March 1998
TURNOVER	1.2	£22,614	£15,572
Administrative expenses		18,710	13,179
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST	2	3,904	2,393
Interest payable		-	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		3,904	2,393
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	772	497
		<hr/>	<hr/>
PROFIT FOR THE YEAR		3,132	1,896
DIVIDENDS		-	-
		<hr/>	<hr/>
RETAINED PROFIT FOR THE YEAR		£ 3,132 =====	£ 1,896 =====

None of the company's activities were acquired or discontinued during the above financial periods.

There were no recognised gains or losses other than those included in the profit and loss account.

The profit on ordinary activities before taxation and the retained profit have been calculated on the historical cost basis.

The notes on pages 4 to 6 form part of these financial statements.

DAVID WIDGER ASSOCIATES LIMITED
BALANCE SHEET
AS AT 31 MARCH 1999

	Notes	1999	1998
FIXED ASSETS			
Tangible Assets	4	£1,732	£ 490
CURRENT ASSETS			
Debtors	5	£1,274	£1,020
Cash at bank and in hand		6,991	2,360
		<hr/>	<hr/>
		8,265	3,380
CREDITORS: Amounts falling due within one year	6	4,967	1,972
		<hr/>	<hr/>
NET CURRENT ASSETS		3,298	1,408
		<hr/>	<hr/>
		£5,030	£1,898
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	7	£ 2	£ 2
Profit and loss account	8	5,028	1,896
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS	9	£5,030	£1,898
		=====	=====

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(I) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 March 1999 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

Approved by the board of directors on 25 June 1999 and signed on its behalf. The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

E. David Widger

E D WIDGER
DIRECTOR

The notes on pages 4 to 6 form part of these financial statements.

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors' report and which is continuing.

The company has taken advantage of the exemption in FRS1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of services supplied by the company. All of the turnover arose in the United Kingdom.

1.3 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets less their estimated residual value, over their expected useful lives on the following basis:-

Office Equipment - 20% straight line basis.

1.4 Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

2. PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST

	1999	1998
The operating profit is stated after charging:-		
Depreciation of tangible fixed assets		
- owned by the company	£ 461	£ 110
Directors' remuneration	9,120	6,840
	=====	=====

There are no directors for whom retirement benefits are accruing under a money purchase pension scheme.

3. TAXATION

	1999	1998
UK Current Year Taxation:		
UK Corporation Tax at 21%	£ 749	£ 497
Prior Years:		
UK Corporation Tax	23	-
	=====	=====
	772	497
	=====	=====

If provision were made for deferred taxation on the basis of the full potential liability the tax charge would increase by £75 (1998 £5) due to accelerated capital allowances.

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999

4. TANGIBLE FIXED ASSETS	Office Equipment	
COST		
At 1 April 1998	£	600
Additions		1,703
		<hr/>
At 31 March 1999		2,303
		<hr/>
DEPRECIATION		
At 1 April 1998	£	110
Charge for the year		461
		<hr/>
At 31 March 1999		571
		<hr/>
NET BOOK VALUES		
At 31 March 1999	£	1,732
		<hr/>
At 31 March 1998	£	490
		<hr/>
5. DEBTORS	1999	1998
Due Within One Year		
Trade Debtors	£ 1,274	£ -
Prepayments and accrued income	-	1,020
	<hr/>	<hr/>
	1,274	1,020
	<hr/>	<hr/>
6. CREDITORS	1999	1998
Amounts Falling due within one year		
Corporation Tax	£ 749	£ 497
Other creditors	1,703	-
Accruals and deferred income	1,255	625
Amount due to the directors	1,260	850
	<hr/>	<hr/>
	£ 4,967	1,972
	<hr/>	<hr/>
7. CALLED UP SHARE CAPITAL	1999	1998
Authorised		
1,000 ordinary shares of £1 each	£ 1,000	£ 1,000
	<hr/>	<hr/>
Allotted		
2 ordinary shares of £1 each fully paid	£ 2	£ 2
	<hr/>	<hr/>
8. PROFIT AND LOSS ACCOUNT	1999	1998
Balance at 1 April 1998	£ 1,896	£ -
Profit retained for the year	3,132	1,896
	<hr/>	<hr/>
Balance at 31 March 1999	£ 5,028	£ 1,896
	<hr/>	<hr/>

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999

9. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS	1999	1998
Profit for the year	£ 3,132	£ 1,896
Dividends	-	-
	<hr/>	<hr/>
New Shares issued during the year	3,132	1,896
Shareholders funds at 1 April 1998	-	2
	1,898	-
	<hr/>	<hr/>
Shareholders funds at 31 March 1999	£ 5,030	1,898
	=====	=====

10. RELATED PARTY TRANSACTIONS

- (i) The company is under the control of Mr E D Widger and Mrs S Widger who together own all the issued shares.
- (ii) The amount due to the directors as set out in Note 6 above is comprised as follows:-

	1999	1998
Mr E D Widger	£ 630	£ 425
Mrs S Widger	£ 630	£ 425
	=====	=====

DAVID WIDGER ASSOCIATES LIMITED
PROFIT AND LOSS ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 1999

	1999	Period from Incorporation to 31 March 1998
TURNOVER	£22,614	£15,572
 LESS : ADMINISTRATIVE EXPENSES		
Directors Remuneration	£ 9,120	£ 6,840
Salaries and National Insurance	2,280	1,709
Postage and Stationery	82	40
Computer Expenses	57	-
Telephone	40	40
Bank Charges	54	-
Motor and Travelling Expenses	5,461	2,989
Use of home as office	240	220
Accountancy	900	1,125
Legal and Professional	-	106
Sundry	15	-
Depreciation of equipment	461	110
	<hr/>	<hr/>
	18,710	13,179
 NET PROFIT	 £ 3,904 =====	 £ 2,393 =====