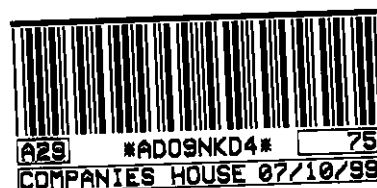


AMENDING DOCUMENT

A.T.M.S. LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31ST OCTOBER 1998

BLOOMER HEAVEN
Chartered Accountants
BIRMINGHAM
B3 1AB



AUDITORS' REPORT TO A.T.M.S. LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of A.T.M.S. Limited for the year ended 31st October 1998 prepared under section 226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Bloomer Heaven
Chartered Accountants and Registered Auditors
33 Lionel Street
Birmingham
B3 1AB
11th March 1999

Bloomer Heaven

A.T.M.S. LIMITED

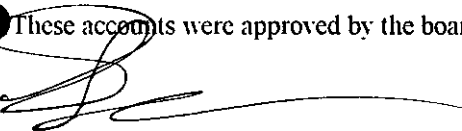
ABBREVIATED BALANCE SHEET

AS AT 31ST OCTOBER 1998

	Notes	£	1998 £	£	1997 £
Fixed Assets	2				
Intangible assets			-		11,669
Tangible assets			<u>11,455</u>		<u>18,842</u>
			<u>11,455</u>		<u>30,511</u>
Current Assets					
Stocks		67,663		61,570	
Debtors		581,327		306,595	
Cash at bank and in hand		186,561		121,239	
			<u>835,551</u>	<u>489,404</u>	
Creditors: Amounts Falling Due Within One Year	3		<u>780,495</u>	<u>466,799</u>	
Net Current Assets			<u>55,056</u>		<u>22,605</u>
Total Assets Less Current Liabilities			<u>66,511</u>		<u>53,116</u>
Capital and Reserves					
Share capital	4		14,500		14,500
Profit and loss account			<u>52,011</u>		<u>38,616</u>
Shareholders' Funds			<u>66,511</u>		<u>53,116</u>

The abbreviated accounts 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 (effective March 1999).

These accounts were approved by the board on 11th March 1999 and signed on its behalf.


Mr S.D. Cross
Director

A.T.M.S. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST OCTOBER 1998

1 Accounting Policies

Basis of Accounting

The Financial Statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

The company is exempt from the requirement to prepare group financial statements by virtue of section 248 of the Companies Act 1985. These accounts therefore present information about the company as an individual undertaking and not as a group.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets over their expected useful lives. The rates and methods generally applicable are:

Plant and machinery etc. - 20% -33 1/3% straight line

Intangible Fixed Assets

Intangible fixed assets are stated at cost less accumulated amortisation.

The cost, less estimated residual values, of intangible fixed assets is amortised over their estimated useful lives to the business. The rates and methods are as follows:

Deferred development - straight line over 5 years

Where the circumstances justifying the deferral of the expenditure no longer apply or are considered doubtful, the expenditure is charged to the profit and loss account.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a first-in, first-out basis. Net realisable value is based on estimated selling price, less any further costs of realisation.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise.

Contribution to Pension Funds

For selected employees the company contributes a fixed percentage of their salary into the employees' personal pension schemes. Contributions are charged to the profit and loss account on the basis of actual contributions in the year.

A.T.M.S. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST OCTOBER 1998

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the Profit and Loss Account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

2 Fixed Assets

	Intangible Fixed Assets	Tangible Fixed Assets
	£	£
Cost		
At 31st October 1997	35,420	110,363
Additions	-	7,255
At 31st October 1998	35,420	117,618
Depreciation and Amortisation		
At 31st October 1997	23,751	91,521
Charge for the year	11,669	14,642
At 31st October 1998	35,420	106,163
Net Book Value		
At 31st October 1998	-	11,455
At 31st October 1997	11,669	18,842

3 Secured Creditors

Total secured creditors amounted to £77,898 (1997: £51,377).

4 Share Capital

	1998 £	1997 £
Authorised		
250,000 Ordinary shares of £1.00 each	250,000	250,000
12,500 Preference shares of £1.00 each	12,500	12,500
	262,500	262,500
Allotted		
2,000 Ordinary shares of £1.00 each	2,000	2,000
12,500 Preference shares of £1.00 each	12,500	12,500
	14,500	14,500

A.T.M.S. LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST OCTOBER 1998

5 Quasi-Subsidiary Undertaking

Under the provisions of Financial Reporting Standard 5, Reporting the Substance of Transactions, the following company is considered to be a quasi-subsubsidiary undertaking of this company:-

Name of company and business	Holding %	Year End
A.T.M.S. Distribution Limited	Nil	31st October

The principal activity of this undertaking is the retail and wholesale of computer hardware.

During the year the company sold goods to the value of £1,330,705 and paid management charges to the value of £40,479 to its quasi-subsubsidiary undertaking.

At the end of the year the company was owed a total of £185,035 from its quasi-subsubsidiary undertaking.