

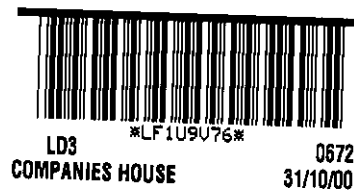
Registered number
02043300

Dillistone Systems Limited

Abbreviated Accounts

for the year ended

31 December 1999



ROSENTHAL HASS & CO
Chartered Accountants
22 New Quebec Street
London W1H 7SB

Dillistone Systems Limited
Auditors' Report

Auditors' report to Dillistone Systems Limited
under section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the full accounts of the company for the year ended 31 December 1999 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

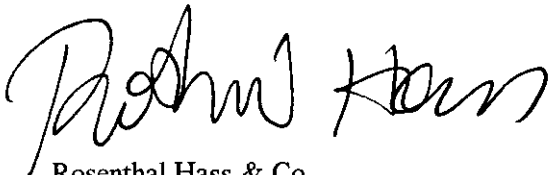
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 the procedures we considered necessary to confirm, by reference to the full accounts, 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 full accounts.

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 4 are properly prepared in accordance with those provisions.



Rosenthal Hass & Co
Chartered Accountants and Registered Auditors

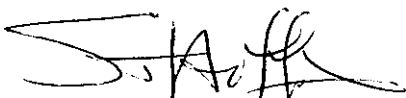
22 New Quebec Street
London
W1H 7SB

31/10/2000

Dillistone Systems Limited
Abbreviated Balance Sheet
as at 31 December 1999

	Notes	1999 £	1998 £
Fixed assets			
Tangible assets	3	31,781	12,457
Current assets			
Debtors		398,389	165,243
Cash at bank and in hand		128,555	127,030
		<u>526,944</u>	<u>292,273</u>
Creditors: amounts falling due within one year		(271,938)	(161,228)
Net current assets		<u>255,006</u>	<u>131,045</u>
Net assets		<u><u>286,787</u></u>	<u><u>143,502</u></u>
Capital and reserves			
Called up share capital	4	25,000	25,000
Profit and loss account		261,787	118,502
Shareholders' funds		<u><u>286,787</u></u>	<u><u>143,502</u></u>

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.



Mr S Hobbs

Director

Approved by the board on 31/12/99

Dillistone Systems Limited
Notes to the Abbreviated Accounts
for the year ended 31 December 1999

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Fixtures and fittings	15% Reducing balance basis
Computer and office equipment	25% Reducing balance basis

Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes, except to the extent that a liability to taxation is unlikely to crystallise.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Intangible fixed assets and amortisation

Development costs of new computer software are capitalised at cost and amortised to profit and loss account over the expected period that the related income will arise, estimated to be five years.

Dillistone Systems Limited
Notes to the Abbreviated Accounts
for the year ended 31 December 1999

2 Intangible fixed assets

£

Cost

At 1 January 1999

40,460

At 31 December 1999

40,460

Amortisation

At 1 January 1999

40,460

At 31 December 1999

40,460

Net book value

At 31 December 1999

-

3 Tangible fixed assets

£

Cost

At 1 January 1999

39,484

Additions

29,917

At 31 December 1999

69,401

Depreciation

At 1 January 1999

27,027

Charge for the year

10,593

At 31 December 1999

37,620

Net book value

At 31 December 1999

31,781

At 31 December 1998

12,457

4 Share capital

1999

1998

£

£

Authorised:

Ordinary shares of £1 each

25,000

25,000

1999

1998

1999

1998

No

No

£

£

Allotted, called up and fully paid:

Ordinary shares of £1 each

25,000

25,000

25,000

25,000