

REGISTERED NUMBER: 3908823 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS

FOR THE PERIOD

13TH JANUARY 2000 TO 31ST MARCH 2001

FOR

EWARE INTERACTIVE LIMITED



EWARE INTERACTIVE LIMITED

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FOR THE PERIOD 13TH JANUARY 2000 TO 31ST MARCH 2001

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EWARE INTERACTIVE LIMITED

COMPANY INFORMATION
FOR THE PERIOD 13TH JANUARY 2000 TO 31ST MARCH 2001

DIRECTORS: S Klin (resigned 1.7.01)
D J Cockerill

SECRETARY: M Rhodes

REGISTERED OFFICE: Buckingham House
3 West Street
Congleton
Cheshire
CW12 1JN

REGISTERED NUMBER: 3908823 (England and Wales)

AUDITORS: Davies Greer
Chartered Accountants
Registered Auditors
The Post House
Mill Street
Congleton
Cheshire
CW12 1AB

EWARE INTERACTIVE LIMITED

REPORT OF THE INDEPENDENT AUDITORS TO
EWARE INTERACTIVE LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the period ended 31st March 2001 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements 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 financial statements.

Opinion

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


Other information

On 26 July 2001 we reported, as auditors to the shareholders of the company on the financial statements for the period ended 31st March 2001 prepared under Section 226 of the Companies Act 1985, and our report included the following statement:

"We planned our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error.

Going Concern

In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning the uncertainty as to the continuation and renewal of the company's bank overdraft facility. In view of the significance of this uncertainty we consider that it should be drawn to your attention but our opinion is not qualified in this respect."



Davies Greer
Chartered Accountants
Registered Auditors
The Post House
Mill Street
Congleton
Cheshire
CW12 1AB

Dated: 26 July 2001


EWARE INTERACTIVE LIMITED

ABBREVIATED BALANCE SHEET
31ST MARCH 2001

	Notes	£	£
FIXED ASSETS:			
Tangible assets	2		23,360
CURRENT ASSETS:			
Debtors		111,181	
CREDITORS: Amounts falling due within one year		<u>197,497</u>	
NET CURRENT LIABILITIES:			<u>(86,316)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			(62,956)
CREDITORS: Amounts falling due after more than one year			<u>12,450</u>
			<u>£(75,406)</u>
CAPITAL AND RESERVES:			
Called up share capital	3		100,000
Profit and loss account			<u>(175,406)</u>
SHAREHOLDERS' FUNDS:			<u>£(75,406)</u>

These abbreviated financial statements have 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:



D J Cockerill - DIRECTOR

Approved by the Board on 17th July 2001

The notes form part of these financial statements

EWARE INTERACTIVE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 13TH JANUARY 2000 TO 31ST MARCH 2001

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The company meets its day to day working capital requirements through an overdraft facility which is repayable on demand.

The nature of the company's business is such that there can be considerable unpredictable variation in the timing of cash inflows. The directors consider that the company will continue to operate within the facility currently agreed and within that which they expect will be agreed on 31 January 2002, when the company's bankers are due to consider renewing the facility for a further year. However, the margin of facilities over requirements is not large and, inherently there can be no certainty in relation to these matters. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from a withdrawal of the overdraft facility by the company's bankers.

Accounting convention

The financial statements 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 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.

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- Straight line over 3 years

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

EWARE INTERACTIVE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD 13TH JANUARY 2000 TO 31ST MARCH 2001

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
Additions	<u>33,153</u>
At 31st March 2001	<u>33,153</u>
DEPRECIATION:	
Charge for period	<u>9,793</u>
At 31st March 2001	<u>9,793</u>
NET BOOK VALUE:	
At 31st March 2001	<u>23,360</u>

3. CALLED UP SHARE CAPITAL

Authorised:			
Number:	Class:	Nominal value:	£
60,000	A Ordinary	£1	60,000
940,000	B Ordinary	£1	<u>940,000</u>
			<u>1,000,000</u>
Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	£
60,000	A Ordinary	£1	60,000
40,000	B Ordinary	£1	<u>40,000</u>
			<u>100,000</u>

On 14th February 2000 the company reclassified its authorised share capital into 60,000 "A" £1 ordinary shares and 940,000 "B" £1 ordinary shares.

On 22nd December 2000 eWare Interactive Limited agreed an off market purchase of 15,000 "B" £1 ordinary shares held by Mr David Golding, a former employee of the company, for the consideration of £10,000. This consideration will be made out of the company's distributable profits in accordance with ss 163 and 165 of the Companies Act 1985.