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AKIBIA, INC.
BALANCE SHEET
AS OF 31 MARCH 2003

| ---Assets--- | AKIBIA 31-Mar-03 | AKIBIA 31-Mar-02 |
|---------------------------------------|----------------------------|----------------------------|
| Cash | \$ 315,683.86 | \$ 236,070.55 |
| Accounts Receivable-Net | \$ 12,472,279.50 | \$ 13,240,573.06 |
| Intercompany Receivable | \$ 7,244,800.97 | \$ 5,548,718.63 |
| Inventories - Net | \$ 11,667,232.73 | \$ 12,118,310.13 |
| Prepaid Expenses | \$ 986,854.59 | \$ 1,234,312.29 |
| Marketable Securities | \$ 0.61 | \$ 0.61 |
| Income Tax Receivable | | |
| Net Assets Held for Sale | | |
| Deferred Income Taxes - S/T | | |
| Current Assets | \$ 32,686,852.26 | \$ 32,377,985.27 |
| Fixed Assets | \$ 16,850,789.21 | \$ 16,326,240.64 |
| Accumulated Depreciation | \$ (11,656,842.50) | \$ (9,385,466.63) |
| Fixed Assets - Net | \$ 5,193,946.71 | \$ 6,940,774.01 |
| Deposits | \$ 215,037.36 | \$ 225,300.10 |
| Net Assets Held for Sale | | |
| Goodwill- Net | | |
| Investment in Subsidiary | | |
| Deferred Income Taxes - L/T | | |
| Total Assets | \$ 38,095,836.33 | \$ 39,544,059.38 |
| ---Liabilities & Equity--- | | |
| Note Payable to Akibia | \$ - | \$ - |
| Accounts Payable | \$ 5,431,640.78 | \$ 7,683,258.75 |
| Intercompany Payable | \$ 6,500,560.46 | \$ 5,853,443.46 |
| Accrued Payroll | \$ 4,965,977.78 | \$ 4,821,103.30 |
| Deferred Revenue | \$ 9,336,992.94 | \$ 8,138,637.67 |
| Customer Deposits | | |
| Accrued Expenses | \$ 1,086,999.42 | \$ 1,800,080.81 |
| Accrued Taxes | | |
| Lease Payable | \$ 891,168.09 | \$ 1,611,387.52 |
| Current Portion-Long Term Debt | \$ 100,000.00 | \$ 1,568,814.52 |
| Accrued Dividends | | |
| Current Liabilities | \$ 28,313,339.47 | \$ 31,476,726.03 |
| Long Term Debt | \$ 642,372.99 | \$ 1,628,957.18 |
| Deferred Lease Obligations | \$ 751,854.05 | \$ 502,287.48 |
| Deferred Income Taxes | | |
| Total Liabilities | \$ 29,707,566.51 | \$ 33,607,970.69 |
| Preferred Stock | | |
| Common Stock | \$ 42.64 | \$ 42.64 |
| Additional Paid-in-Capital | \$ 1,023.36 | \$ 1,023.36 |
| Due from Shareholders | | |
| Accumulated Translation Adj | | |
| Retained Earnings | \$ 8,387,203.82 | \$ 5,935,022.69 |
| Stockholders Equity | \$ 8,388,269.82 | \$ 5,936,088.69 |
| Total Liabilities & Equity | \$ 38,095,836.33 | \$ 39,544,059.38 |



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AKIBIA, INC.
PROFIT & LOSS STATEMENT
 FYE 31 March 2003

| | 31/03/2003 | 31/03/2002 |
|--------------------------------------|------------------------|------------------------|
| | AKIBIA | AKIBIA |
| REVENUE | | |
| Product | \$1,417,656.19 | \$1,070,039.58 |
| Service | \$70,732,234.26 | \$80,179,505.07 |
| Inter Consulting | \$414,905.61 | \$52,193.59 |
| Total Revenue | \$72,564,796.06 | \$81,301,738.24 |
| COST OF REVENUE: | | |
| Product | \$1,166,390.39 | \$777,862.90 |
| Service | \$21,735,722.80 | \$19,782,592.47 |
| Inter Consulting | \$32,821.96 | \$0.00 |
| Total Cost of Revenue | \$22,934,935.15 | \$20,560,455.37 |
| Contribution | \$49,629,860.91 | \$60,741,282.87 |
| OPERATING EXPENSES: | | |
| Salaries | \$21,350,768.99 | \$27,363,795.79 |
| Overtime | \$1,018,121.18 | \$948,394.43 |
| Temporary Help | \$1,525,401.73 | \$2,194,776.42 |
| Commissions | \$1,373,441.17 | \$1,952,314.99 |
| Bonus | \$1,887,731.00 | \$2,857,133.00 |
| Other Wages | \$551,507.89 | \$919,711.43 |
| Employee Benefits | \$4,320,811.65 | \$5,302,733.28 |
| Depreciation | \$2,494,391.04 | \$2,924,483.95 |
| Equipment | \$1,224,770.39 | \$1,542,715.88 |
| Bldg Rent & Taxes | \$3,530,139.24 | \$3,720,878.88 |
| Bldg Utilities & Maint | \$555,623.89 | \$531,043.27 |
| Communications | \$1,085,113.57 | \$1,954,106.61 |
| Travel & Expenses | \$2,171,187.68 | \$2,359,075.00 |
| Recruitment | \$166,125.38 | \$502,152.70 |
| Training | \$428,080.64 | \$604,776.01 |
| Relocation | \$30,249.23 | \$24,873.12 |
| Subscriptions & Books | \$36,146.64 | \$39,177.16 |
| Advertising, Promotion, Shows | \$836,849.05 | \$1,442,616.88 |
| Consulting, Legal, Audit | \$80,001.00 | \$92,244.00 |
| Legal | \$150,000.50 | \$354,989.34 |
| Audit & Tax Preparation | \$221,750.00 | \$248,617.30 |
| Insurance | \$173,899.88 | \$184,312.62 |
| Supplies | \$118,118.73 | \$183,450.23 |
| Bad Debt | \$225,000.00 | \$383,931.56 |
| Non-Refillable Shipping | \$331,536.31 | \$308,580.14 |
| Professional Fees | \$223,654.50 | \$319,955.77 |
| Employee Rewards & Recognition | \$381,299.23 | \$247,328.82 |
| Restructuring | \$1,036,542.01 | |
| Other | \$94,045.54 | \$1,642,969.47 |
| Logistics Allocation to Product | | |
| Corporate Allocation to Product | (\$260,570.38) | (\$287,943.70) |
| Corporate Allocation to BV/ams/uk | (\$299,552.21) | (\$464,364.59) |
| Education Allocation to BV | (\$72,000.90) | (\$112,032.00) |
| Corporate Allocation to AN&SS | (\$351,281.42) | |
| Capitalized Salaries- Intra Division | \$0.00 | \$0.00 |
| Total Operating Expenses | \$46,438,894.05 | \$60,086,797.76 |
| Operating Profit/(loss) | \$3,190,966.86 | \$654,485.11 |
| OTHER INCOME/(EXPENSES): | | |
| Interest Income | \$22,462.11 | \$94,676.08 |
| Interest Expense | (\$411,948.81) | (\$899,373.39) |
| Refinancing Fees | \$0.00 | \$0.00 |
| Deferred Fin Fee Amort. | \$0.00 | \$0.00 |
| P/L on Sale of Assets | (\$21,231.27) | (\$23,677.15) |
| Other Income | \$25,252.87 | \$73,515.29 |
| Other Expense | (\$92,457.54) | (\$9,018.44) |
| Contractual Obligations | \$0.00 | \$0.00 |
| Customer Deposits | \$0.00 | (\$1,430.29) |
| Worthless Stock | \$0.00 | \$0.00 |
| Loss on Investment | \$0.00 | \$0.00 |
| Property Taxes | (\$4,903.54) | (\$17,466.46) |
| Goodwill Amortization | \$0.00 | \$0.00 |
| Exchange Transaction Cost | \$0.00 | (\$3,353.14) |
| Total Other Inc/(Exp) | (\$462,726.18) | (\$563,127.47) |
| Profit before Extra. Items | \$2,708,240.68 | \$71,357.64 |
| Extraordinary Expense | \$0.00 | \$0.00 |
| Pre-Tax Profit | \$2,708,240.68 | \$71,357.64 |
| Provision for Taxes | \$256,059.55 | (\$558,908.40) |
| Profit after Tax | \$2,452,181.13 | \$630,266.04 |