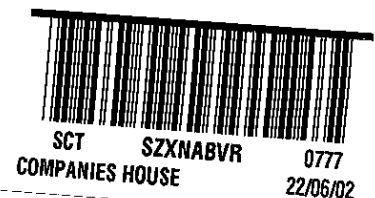


Register

COMPANY REGISTRATION NUMBER SC158870

SPK SYSTEMS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
31ST JULY 2001

FRENCH DUNCAN
Chartered Accountants
375 West George Street
Glasgow
G2 4LW



SPK SYSTEMS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 2001

CONTENTS

PAGE

Abbreviated balance sheet

1

Notes to the abbreviated financial statements

2

SPK SYSTEMS LIMITED**ABBREVIATED BALANCE SHEET****31ST JULY 2001**

	Note	2001 £	2000 £
FIXED ASSETS	2		
Tangible assets		634	1,377
CURRENT ASSETS			
Debtors		10,304	2,347
Cash at bank and in hand		44,236	39,771
		54,540	42,118
CREDITORS: Amounts falling Due within one year		(10,068)	(9,632)
NET CURRENT ASSETS		44,472	32,486
TOTAL ASSETS LESS CURRENT LIABILITIES		45,106	33,863
CAPITAL AND RESERVES			
Called-up equity share capital	3	2	2
Profit and Loss Account		45,104	33,861
SHAREHOLDERS' FUNDS		45,106	33,863

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved and signed by the director on 8th March 2002.


STEVEN P. KIRBY

SPK SYSTEMS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST JULY 2001****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 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Computer Equipment - 33.33% Straight Line

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Profit and Loss Account.

2. FIXED ASSETS

	Tangible Fixed Assets £
COST	
At 1st August 2000	8,289
Additions	842
At 31st July 2001	<u>9,131</u>
DEPRECIATION	
At 1st August 2000	6,912
Charge for year	1,585
At 31st July 2001	<u>8,497</u>
NET BOOK VALUE	
At 31st July 2001	<u>634</u>
At 31st July 2000	<u>1,377</u>