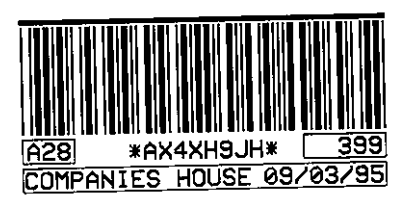


ABBREVIATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 AUGUST 1994
FOR
TG SYSTEMS (UK) LIMITED



INDEX TO THE ABBREVIATED FINANCIAL STATEMENTS

	Page
Company Information	1
Report of the Accountants	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Financial Statements	5

COMPANY INFORMATION

DIRECTOR:	Robert Duncan Thomson
SECRETARY:	Sadie Raymond
REGISTERED OFFICE:	The Business Centre Hampden House, Hitchin Road Arlesey Bedfordshire
REGISTERED NUMBER:	2847362
DATE OF INCORPORATION:	24th August 1993
ACCOUNTANTS:	George Hay & Co. Chartered Accountants Brigham House High Street Biggleswade Bedfordshire

REPORT OF THE ACCOUNTANTS TO THE SHAREHOLDERS OF
TG SYSTEMS (UK) LIMITED

We have examined, without carrying out an audit, the financial statements for the period ended 31 August 1994 set out on pages four to nine.

Respective responsibilities of director and reporting accountants

As described on page three the company's director is responsible for the preparation of the financial statements, and he believes that the company is exempt from an audit. It is our responsibility to examine the financial statements and, based on our examination, to report our opinion, as set out below, to the shareholders.

Basis of opinion

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly we do not express an audit opinion on the financial statements. Therefore our examination does not provide any assurance that the accounting records and the financial statements are free from material misstatement.

Opinion

In our opinion:

- (a) the financial statements are in agreement with those accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records, the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act;
- (c) having regard only to, and on the basis of, the information contained in those accounting records, the company satisfied the conditions for exemption from an audit of the financial statements for the period specified in Section 249A(4) of the Act and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1)(a) to (f).

Brigham House
High Street
Biggleswade
Bedfordshire

Dated: -1 MAR 1995



GEORGE HAY & CO.
Chartered Accountants

ABBREVIATED BALANCE SHEET
As at 31 August 1994

	Notes	£	£
FIXED ASSETS:			
Tangible Assets	2		5,444
CURRENT ASSETS:			
Stocks		3,504	
Debtors		2,268	
Cash at Bank and In Hand		47,787	
		<u>53,559</u>	
CREDITORS: Amounts falling due within one year		<u>29,543</u>	
NET CURRENT ASSETS:			<u>24,016</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			29,460
PROVISION FOR LIABILITIES AND CHARGES:			<u>240</u>
			<u>£29,220</u>
CAPITAL AND RESERVES:			
Called Up Share Capital	3		100
Profit & Loss Account			<u>29,120</u>
Shareholders' Funds			<u>£29,220</u>

The company is entitled to exemption from audit under Section 249A(2) of the Companies Act 1985 for the period ending 31 August 1994.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial period.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 August 1994 and of its profit for the financial period in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the director, the company is entitled to the benefit of those exemptions as a small company.

The notes form part of these financial statements

ABBREVIATED BALANCE SHEET
As at 31 August 1994

In preparing the full financial statements, the director has taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The director has done so on the grounds that, in his opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

..... *R. Thompson*
DIRECTOR

Approved by the Board on *1.3.95*

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Period Ended 31 August 1994

1. ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared under the historical cost convention.

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

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.

Plant & Machinery - 20% on reducing balance
Fixtures and Fittings - 15% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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

2. TANGIBLE FIXED ASSETS

	Total
	<u>£</u>
COST:	
Additions	5,980
	<u> </u>
As at 31 August 1994	5,980
	<u> </u>
DEPRECIATION:	
Charge for Period	536
	<u> </u>
As at 31 August 1994	536
	<u> </u>
NET BOOK VALUE:	
As at 31 August 1994	£5,444
	<u> </u>

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Period Ended 31 August 1994

3. CALLED UP SHARE CAPITAL

Authorised:

Number: Class:

Nominal

Value:

£

1,000 Ordinary

£1

1,000

=====

Allotted, issued and fully paid:

Number: Class:

Nominal

Value:

£

100 Ordinary

£1

100

=====