REGISTERED NUMBER: 2690873 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1996

FOR

SYNTAX INTEGRATION LIMITED

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COMPANIES HOUSE 30/09/97

SYNTAX INTEGRATION LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 1996

DIRECTORS:	A. Al-Och T.S. Parker
SECRETARY:	C. McMullon
REGISTERED OFFICE:	Syntax House 44 Russell Square London WC1B 4JP
REGISTERED NUMBER:	2690873 (England and Wales)
AUDITORS:	M.G. BEATTIE & CO., REGISTERED AUDITORS, CHARTERED ACCOUNTANTS, 6, Main Avenue, Moor Park, Northwood, Middlesex, HA6 2HJ.
BANKERS:	Lloyds Bank PLC Victoria House Southampton Row London WC1B 5HR
SOLICITORS:	Kingsfords Stacey 14 Old Square Lincoln's Inn London WC2A 3UB

SYNTAX INTEGRATION LIMITED

REPORT OF THE AUDITORS TO SYNTAX INTEGRATION LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to seven, together with the full financial statements of the company for the year ended 31 December 1996 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 seven are properly prepared in accordance with those provisions.

M.G. BEATTIE & CO.,
REGISTERED AUDITORS,
CHARTERED ACCOUNTANTS,
6, Main Avenue,
Moor Park,
Northwood,
Middlesex, HA6 2HJ.

Dated: 1 August 1997

SYNTAX INTEGRATION LIMITED

ABBREVIATED BALANCE SHEET
31 DECEMBER 1996

	Notes	31.12.96 £	31.12.96 £	31.12.95 £	31.12.95 £
FIXED ASSETS:					
Intangible assets	2		5,160		9,960
Tangible assets	3		24,953		15,489
Investments	4		15,502		3
			45,615		25,452
CURRENT ASSETS:					
Stocks		70,194		151,683	
Debtors	5	801,551		594,066	
Cash at bank and in hand		356,871		543,923	
		1,228,616		1,289,672	
CREDITORS: Amounts falling due within one year	6	994,133		1,111,860	
NET CURRENT ASSETS:			234,483		177,812
TOTAL ASSETS LESS CURRENT LIABILITIES:			£280,098		£203,264
CAPITAL AND RESERVES:					
Called up share capital	7		85,000		85,000
Profit and loss account			195,098		118,264
Shareholders' funds			£280,098		£203,264

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:

A. Al-Och - DIRECTOR

T.S. Parker - DIRECTOR

Approved by the Board on 30 July 1997

The notes form part of these financial statements

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1996

1. ACCOUNTING POLICIES

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

Financial Reporting Standard Number 1
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.

Goodwill
Goodwill, being the amount paid in connection with the acquisition of a business in 1993, is being written off evenly over its estimated useful life of five years.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc	- 33% on cost

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

Pensions
The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Consolidation
The company and its subsidiary comprise a small group. The company has therefore taken advantage of the exemption provided by section 248 of the Companies Act 1985 not to prepare group accounts.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1996

2. INTANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 1996 and 31 December 1996	23,950
AMORTISATION:	
At 1 January 1996	13,990
Charge for year	4,800
At 31 December 1996	18,790
NET BOOK VALUE:	
At 31 December 1996	5,160
At 31 December 1995	9,960

3. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 1996	29,174
Additions	25,251
At 31 December 1996	54,425
DEPRECIATION:	
At 1 January 1996	13,685
Charge for year	15,787
At 31 December 1996	29,472
NET BOOK VALUE:	
At 31 December 1996	24,953
At 31 December 1995	15,489

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1996

4. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 January 1996	3
Additions	15,499
At 31 December 1996	15,502
NET BOOK VALUE:	
At 31 December 1996	£15,502
At 31 December 1995	£3

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

S.I.(Software) Limited
Nature of business: Computer Software Development

	%
Class of shares:	holding
Ordinary shares	83.33

House of Blues Limited
Nature of business: dormant for year

	%
Class of shares:	holding
Ordinary shares	100.00

Walker Wingsail Systems Limited
Country of incorporation: England
Nature of business: design & sale of yachts

	%
Class of shares:	holding
Ordinary	

5. DEBTORS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.96 £	31.12.95 £
Amounts owed by subsidiary	7,500	-
Rent deposit due 1 - 2 year	-	25,000
Rent deposit due 2 - 3 year	-	50,000
Rent deposit -more than 5 yrs	50,000	-
	57,500	75,000

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1996

6. CREDITORS

The following secured debts are included within creditors:

	31.12.96	31.12.95
	£	£
Bank overdrafts	19,818	92,054

7. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.12.96	31.12.95
			£	£
85,000	Ordinary shares	£1	85,000	85,000

Allotted and issued:

Number:	Class:	Nominal value:	31.12.96	31.12.95
			£	£
85,000	Ordinary shares	£1	85,000	85,000

SYNTAX INTEGRATION LIMITED

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