

Patrick Lane & Co.



Chartered Accountant

Principal: Patrick M. Lane, B. Comm., F. C. A.

Chartered Accountants and Registered Auditors
46 The Hawthorns, Abberley, Killiney, County Dublin
Office Web sites: www.patricklane.com

e-mail: pat@patricklane.com
 00-353-1-2720532 00-353-1-2822580
 www.fixmytax.com

Registered by the Institute of Chartered Accountants in Ireland to carry on Company Audit Work.

5th December 2001

The Directors,
I.W.D. Limited,
43 Churchgate,
Wicklow,
County Wicklow.

FEE PAID	RECEIPT No.
IN FULL	
3-0 JAN 2002 3053514	
COMPANIES REGISTRATION OFFICE	

Re: I.W.D. Limited t/a IWDHosting.com - Audit for the year ended 31st July 2001.

CRO 308502 / Revenue: 6328502G

Dear Sirs,

We regret to inform you that we are unable to continue to act as Auditors and we hereby tender our resignation on the grounds that:

- We are unable to gather all the information and explanations we required for the purposes of our audit of I.W.D. Limited,
- We are unable to reach an opinion on whether or not the Financial Statements show a true and fair view of the state of affairs of I.W.D. Limited,
- We are unable to reach an opinion on whether or not the financial statements of I.W.D. Limited comply with the Companies Acts 1963 to 1999.

We are unable to find Audit evidence of formal procedures and controls governing the day-to-day activities of I.W.D. Limited, especially for the management of major contracts and for planning, communications and decision-making.

In particular we are unable to satisfy ourselves with regard to the appropriateness of a series of payments made to or on behalf of one of the Directors without the knowledge of the Board, since the 1st August 2000. We are unable to determine the tax liability attaching to these payments. We are unable to obtain evidence of refund of these monies as at the date of this letter. We are unable to form an opinion on whether or not I.W.D. Limited is in a position to settle its liabilities and in particular the amounts due to the Revenue Commissioners.

Also, software licences and intellectual property rights are central to the business activities of I.W.D. Limited. Despite our enquiries, we are unable to satisfy ourselves regarding the implementation of appropriate procedures for the handling of third party software licences and intellectual property rights in I.W.D. Limited. We are unable to arrive at a determination of the contingent liabilities arising from potential litigation for infringement of these rights.

We are unable to satisfy ourselves whether or not, I.W.D. Limited t/a as IWDHosting.com has acted in accordance with the Companies Acts 1963 to 1999. We have noted the resignation of one Director who was very concerned about being excluded from the management of the Company's affairs and the matters raised herein.

In accordance with Company Law and the Tax Legislation this notice will be furnished to the Companies Office and the Revenue Commissioners within 14 days.

Yours Sincerely,

Patrick Lane F.C.A.



