

BORDER COMPUTING LTD
ABBREVIATED ACCOUNTS
FOR
30 SEPTEMBER 2003



ANDY PURVES LIMITED

Chartered Accountants
St. Dunstons House
High Street
MELROSE
Roxburghshire
TD6 9RU

BORDER COMPUTING LTD
ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2003

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BORDER COMPUTING LTD
ABBREVIATED BALANCE SHEET
30 SEPTEMBER 2003

	Note	2003 £	2002 £
FIXED ASSETS	2		
Intangible assets		217	333
Tangible assets		6,425	12,995
Investments		3,525	3,525
		<u>10,167</u>	<u>16,853</u>
CURRENT ASSETS			
Stocks		12,500	12,500
Debtors		23,087	38,703
		<u>35,587</u>	<u>51,203</u>
CREDITORS: Amounts falling due within one year		<u>45,690</u>	<u>60,995</u>
NET CURRENT LIABILITIES		(10,103)	(9,792)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>64</u>	<u>7,061</u>
CREDITORS: Amounts falling due after more than one year		3,372	5,720
PROVISIONS FOR LIABILITIES AND CHARGES		449	-
GOVERNMENT GRANTS	3	<u>145</u>	<u>379</u>
		<u>(3,902)</u>	<u>962</u>

The Balance sheet continues on the following page.
The notes on pages 3 to 5 form part of these abbreviated accounts.

BORDER COMPUTING LTD

ABBREVIATED BALANCE SHEET *(continued)*

30 SEPTEMBER 2003

	Note	2003 £	2002 £
CAPITAL AND RESERVES			
Called-up equity share capital	4	100	100
Profit and loss account		(4,002)	862
(DEFICIENCY)/SHAREHOLDERS' FUNDS		<u>(3,902)</u>	<u>962</u>

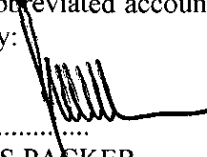
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2)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

The directors acknowledge their responsibilities 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 abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 15/7/04 and are signed on their behalf by:


.....
MR J C S PACKER


.....
MR M J SCOTT

The notes on pages 3 to 5 form part of these abbreviated accounts.

1. ACCOUNTING POLICIES

At 30 September 2003, the company had net liabilities of £3,902. The company is reliant on the support of the director's. It is the intention of the director's to support the company and therefore these accounts have been prepared on a going concern basis.

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

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Amortisation 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:

Goodwill - 10% straight line

All fixed assets are initially recorded at cost.

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:

Leasehold Property	-	25% reducing balance
Fixtures & Fittings	-	10% reducing balance
Motor Vehicles	-	25% reducing balance
Equipment	-	15% reducing balance

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

BORDER COMPUTING LTD
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2003

1. ACCOUNTING POLICIES *(continued)*

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Deferred government grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

BORDER COMPUTING LTD
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2003

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Investments £	Total £
COST				
At 1 October 2002	1,162	27,527	3,525	32,214
Disposals	—	(12,000)	—	(12,000)
At 30 September 2003	<u>1,162</u>	<u>15,527</u>	<u>3,525</u>	<u>20,214</u>
DEPRECIATION				
At 1 October 2002	829	14,532	—	15,361
Charge for year	116	1,702	—	1,818
On disposals	—	(7,132)	—	(7,132)
At 30 September 2003	<u>945</u>	<u>9,102</u>	<u>—</u>	<u>10,047</u>
NET BOOK VALUE				
At 30 September 2003	<u>217</u>	<u>6,425</u>	<u>3,525</u>	<u>10,167</u>
At 30 September 2002	<u>333</u>	<u>12,995</u>	<u>3,525</u>	<u>16,853</u>

3. GOVERNMENT GRANTS

	2003 £	2002 £
Received and receivable	379	379
Amortisation	(234)	—
	<u>145</u>	<u>379</u>

4. SHARE CAPITAL

Authorised share capital:

	2003 £	2002 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2003 No	£	2002 No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

5. POST BALANCE SHEET EVENTS

In January 2004 the company received notification that a customer who owes £9,888 as at 30 September 2003 has gone into liquidation. This is an adjusting post balance sheet event. The effect of the adjustment is to create a loss and a deficiency in shareholder funds for the year.

BORDER COMPUTING LTD

ACCOUNTANTS' REPORT TO THE DIRECTORS OF BORDER COMPUTING LTD

YEAR ENDED 30 SEPTEMBER 2003

As described on the balance sheet, the directors of the company are responsible for the preparation of the abbreviated accounts for the year ended 30 September 2003, set out on pages 1 to 5.

You consider that the company is exempt from an audit under the Companies Act 1985.

In accordance with your instructions we have compiled these unaudited abbreviated accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

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MELROSE
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TD6 9RU

ANDY PURVES LIMITED
Chartered Accountants

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