Company No. 02696599

FOXWARE LIMITED

ABBREVIATED ACCOUNTS

30 JUNE 1994

A20 *AESWJAV0* 354
COMPANIES HOUSE 26/04/95

shipleys

chartered accountants

10 New Street, Braintree, Essex CM7 7ES

shipleys

chartered accountants

10 New Street, Braintree, Essex CM7 7ES
Telephone (0376) 552515 Facsimile (0376) 346128

AUDITORS' REPORT TO THE DIRECTORS OF
FOXWARE LIMITED
PURSUANT TO PARAGRAPH 8 OF SCHEDULE 8 TO THE COMPANIES ACT 1985.

We have examined the abbreviated accounts on pages 3 to 7 together with the full financial statements of Shipleys for the year ended 30 June 1994. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 3 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Part 1 of Schedule 8 to that Act in respect of the year ended 30 June 1994 and the abbreviated accounts on pages 3 to 7 have been properly prepared in accordance with that schedule.

On 19 April 1995 we reported, as auditors of Shipleys to the members on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 30 June 1994 and our audit report was as follows:-

'' We have audited the financial statements on pages 5 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 2 the company's director is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.''

Registered Auditors

19th April 1995

FOXWARE LIMITED

ABBREVIATED BALANCE SHEET
30 JUNE 1994

	Note	1994 £	1994 £	1993 £	1993 £
FIXED ASSETS					
Tangible assets	2		24,369		45,483
CURRENT ASSETS					
Stocks		4,872		3,976	
Debtors		234,821		131,674	
Cash at bank and in hand		1,711		4,526	
		241,404		140,176	
CREDITORS: amounts falling due within one year		(232,797)		(133,292)	
NET CURRENT ASSETS			8,607		6,884
TOTAL ASSETS LESS CURRENT LIABILITIES			32,976		52,367
CREDITORS: amounts falling due after more than one year	3		(4,050)		(20,050)
NET ASSETS			£28,926		£32,317
CAPITAL AND RESERVES					
Called up share capital	4		10,000		10,000
Profit and loss account			18,926		22,317
SHAREHOLDERS' FUNDS			£28,926		£32,317

In preparing these abbreviated accounts the directors have:

a) relied upon exemptions for individual accounts under Section 246 of the Companies Act 1985 and

b) done so on the grounds that the company is entitled to those exemptions as a small company.

Advantage is taken in the preparation of the financial statements of the special exemptions conferred by Part 1 of Schedule 8 to the Companies Act 1985. In the opinion of the director the company is entitled to those exemptions as a small company.

Approved by the sole director on 19 April 1995

E A Callaghan - Director

The notes on pages 5 and 7 form part of these abbreviated accounts.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
YEAR ENDED 30 JUNE 1994

The retained profit for the year was the only recognised gain or loss in the year.

HISTORICAL COST PROFIT AND LOSS
YEAR ENDED 30 JUNE 1994

All assets are stated in the financial statements at historical cost. Therefore, no adjustments are required to the reported profit which is stated on an unmodified historical cost basis.

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS
YEAR ENDED 30 JUNE 1994

	1994 £	1993 £
Profit for the financial year	14,052	41,764
Dividends	(17,443)	(10,000)
Funds arising on the allotment of shares	-	553
Net change in funds	(3,391)	32,317
At 1 July 1993	32,317	-
At 30 June 1994	£28,926	£32,317

NOTES TO THE ABBREVIATED ACCOUNTS
30 JUNE 1994

1. ACCOUNTING POLICIES
The financial statements have been prepared in accordance with the following accounting policies:

1.1 **Turnover**
Turnover represents sales invoiced less discounts and VAT.

1.2 **Depreciation of Tangible Fixed Assets**
Depreciation is provided on tangible fixed assets at rates calculated to write off the cost less estimated residual value over the estimated useful life as follows:

Office equipment	- 25% per annum on cost
Furniture and fittings	- 25% per annum on cost
Motor vehicles	- 25% per annum on cost

1.3 **Stocks**
Stocks are valued at the lower of cost and net realisable value. Cost comprises the purchase price plus the cost incurred in bringing each product to its present location or condition. Net realisable value is based on estimated selling price and further costs expected to be incurred to completion, sale and distribution.

1.4 **Finance Leases and Hire Purchase Contracts**
Assets held under finance leases and hire purchase contracts are capitalised as tangible fixed assets and depreciated in accordance with the policies outlined above. Lease obligations are included as creditors, with the interest being charged against profit over the period of the lease.

1.5 **Operating Leases**
Rentals under operating leases are charged against profit as they are incurred.

1.6 **Deferred Taxation**
No provision for deferred taxation has been made in the financial statements as, in the opinion of the director, such a provision is unlikely to be required in the foreseeable future.

1.7 **Foreign Currencies**
Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Currency fluctuations arising from settled transactions are taken to the profit and loss account when they arise.

NOTES TO THE ABBREVIATED ACCOUNTS - Continued
30 JUNE 1994

1.8 **Cash Flow Statement**
The company is a small company as defined by sections 246 and 247 of the Companies Act 1985. It has therefore taken advantage of the exemption conferred by Financial Reporting Standard Number 1 not to prepare a cash flow statement.

2. TANGIBLE FIXED ASSETS

	Total £
Cost:	
At 1 July 1993	53,802
Additions	3,852
Disposals	(18,500)
At 30 June 1994	39,154
Depreciation:	
At 1 July 1993	8,319
Charge for year	9,166
Disposals	(2,700)
At 30 June 1994	14,785
Net book value at	
30 June 1994	24,369
30 June 1993	45,483

3. CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1994 £	1993 £
Obligations under lease and hire purchase contracts	4,050	20,050

NOTES TO THE ABBREVIATED ACCOUNTS - Continued
30 JUNE 1994

4. SHARE CAPITAL

	1994 £	1993 £
Authorised		
A ordinary shares of £1 each	99,999	99,999
B ordinary shares of £1 each	1	1
	£100,000	£100,000
Allotted, called up and fully paid		
A ordinary shares of £1 each	9,999	9,999
B ordinary shares of £1 each	1	1
	£10,000	£10,000

5. DIRECTORS' INTEREST IN CONTRACTS

Ms. Callaghan is a director of certain companies which charged or were charged amounts during the year ended 30 June 1994.

Charged to Foxware Limited
MCS Limited - £750 for the provision of management services

Charged by Foxware Limited
Desoft (UK) Limited - £15,000 for the provision of management services.

6. LEASE COMMITMENTS

At 30 June 1994 there was the following annual commitment under an irrevocable operating lease:

Operating lease expiring	Land and buildings
In one to five years	£14,800