

2800733

KAPPA LAMBDA SQUARED LIMITED

FINANCIAL ACCOUNTS FOR THE
YEAR ENDED 31ST MARCH 1997

WOODS & COMPANY
CHARTERED ACCOUNTANTS



KAPPA LAMBDA SQUARED LIMITED

DIRECTORS:	M.R.Gregory R.P.Smith
SECRETARY:	M.R.Gregory
REGISTERED OFFICE:	Lleyn House Crowsley Road Shiplake Oxon RG9 3JT
REGISTERED NUMBER:	2800733
BANKERS:	Lloyds Bank plc 1 Market Place Reading Berkshire RG1 2EQ
SOLICITORS:	Cole & Cole 80 Kings Road Reading Berkshire RG1 3AU
ACCOUNTANTS:	Woods & Company Chartered Accountants The Old Boathouse Hurley Farm Hurley Maidenhead Berkshire SL6 5NE

KAPPA LAMBDA SQUARED LIMITED
FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1997

CONTENTS

1. Report of the Directors
2. Report of the Accountants
3. Profit and Loss Account
4. Balance Sheet
5. Notes to the Accounts

The following page does not form part of the Statutory Accounts

6. Trading and Profit and Loss Account

KAPPA LAMBDA SQUARED LIMITEDREPORT OF THE DIRECTORSFOR THE YEAR ENDED 31ST MARCH 1997

The directors present their annual report with the accounts of the Company for the Year ended 31st March 1997.

PRINCIPAL ACTIVITY

The principal activity of the Company in the Year under review was the provision of computer services.

DIRECTORS

The directors in office in the Year and their beneficial interests in the Company's issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	<u>1997</u>	<u>1996</u>
M.R.Gregory	Nil	Nil
R.P.Smith	Nil	Nil

R.P.Smith retires by rotation and, being eligible, offers himself for re-election.

REPORTING ACCOUNTANTS

The directors consider that for the Year ended 31st March 1997 the Company was entitled to exemption from a statutory audit under section 249A of the Companies Act 1985. Under the provisions of the Act, the directors have appointed Woods & Company as Reporting Accountants.

Signed on behalf of the
board of directors



M.R.Gregory

Secretary

20th June 1997

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS
ON THE UNAUDITED FINANCIAL ACCOUNTS OF
KAPPA LAMBDA SQUARED LIMITED

We report on the financial accounts for the Year ended 31st March 1997 set out on pages 3 to 5.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial accounts 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. These procedures provide only the assurance expressed in our opinion.

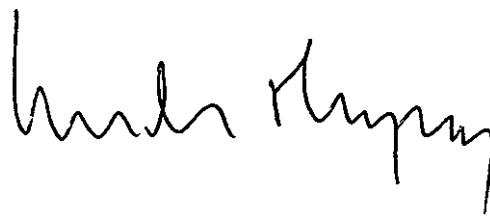
OPINION

In our opinion:

- (a) the financial accounts 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:
 - (i) the financial accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the Company satisfied the conditions for exemption from an audit of the financial accounts for the Year specified in section 249A(4) of the Act and did not, at any time within that Year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

WOODS & COMPANY
Reporting Accountants

The Old Boathouse
Hurley Farm
Hurley
Maidenhead
Berkshire SL6 5NE



20th June 1997

KAPPA LAMBDA SQUARED LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 31ST MARCH 1997

	<u>Notes</u>	<u>1997</u>	<u>1996</u>
		£	£
TURNOVER	2	145,002	219,516
Cost of Sales		49,718	111,176
<u>GROSS PROFIT</u>		95,284	108,340
Net Operating Expenses			
Administrative Expenses		103,292	118,721
Other Operating Income		(8,000)	(4,500)
		95,292	114,221
<u>OPERATING LOSS</u>	3	(8)	(5,881)
Income from Investments		19	-
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		11	(5,881)
Tax on Ordinary Activities	4	(823)	(1,021)
<u>(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</u>		£ (812)	£ (4,860)

STATEMENT OF RETAINED EARNINGS

Retained Profit Brought Forward	5,439	10,299
Retained (Loss) for the Year	(812)	(4,860)
<u>RETAINED PROFIT CARRIED FORWARD</u>	£ 4,627	£ 5,439

None of the Company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 5a to 5c form part of these accounts.

KAPPA LAMBDA SQUARED LIMITEDBALANCE SHEETAS AT 31ST MARCH 1997

	<u>Notes</u>	<u>1997</u>		<u>1996</u>	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	7		7,036		14,399
CURRENT ASSETS					
Debtors	5	54,538		30,112	
Cash at Bank and in Hand		6,671		8,757	
		<u>61,209</u>		<u>38,869</u>	
CREDITORS : Amounts Falling Due within One Year	6	<u>(58,616)</u>		<u>(42,827)</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>2,593</u>		<u>(3,958)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		£	<u>9,629</u>	£	<u>10,441</u>
CAPITAL AND RESERVES					
Share Capital	8		5,002		5,002
Profit and Loss Account			4,627		5,439
<u>TOTAL SHAREHOLDERS' FUNDS</u>		£	<u>9,629</u>	£	<u>10,441</u>

continued

KAPPA LAMDA SQUARED LIMITEDBALANCE SHEET

(continued)

AS AT 31ST MARCH 1997

The directors consider that for the Year ended 31st March 1997 the Company was entitled to exemption under subsection 2 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial Year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing accounts 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 accounts, so far as applicable to the Company.

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the
board of directors

A handwritten signature in black ink, appearing to read 'R.P. Smith', written over a horizontal line.

R.P. Smith

Director

Approved by the board: 20th June 1997

The notes on pages 5a to 5c form part of these accounts.

KAPPA LAMBDA SQUARED LIMITEDNOTES TO ACCOUNTSFOR THE YEAR ENDED 31ST MARCH 19971. ACCOUNTING POLICIES**Basis of Accounting**

The accounts have been prepared under the historical cost convention.

Turnover

Turnover represents the net invoiced sales of goods, excluding VAT.

Tangible Fixed Assets

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

Motor Vehicles	25% on cost
Plant and Equipment	25% on cost
Fixtures and Fittings	25% on cost

Pensions

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

Cash Flow Statement

The Company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

2. TURNOVER

The Turnover and Loss (1996 - Loss) before taxation for the Year is attributable to the principal activity of the Company which is the provision of computer services.

3. OPERATING LOSS

The Operating Loss (1996 - Loss) is stated after charging:

	<u>1997</u>	<u>1996</u>
	£	£
Depreciation of Tangible Fixed Assets	7,363	7,033
Auditors Remuneration	500	500
	<u> </u>	<u> </u>

KAPPA LAMBDA SQUARED LIMITEDNOTES TO ACCOUNTSFOR THE YEAR ENDED 31ST MARCH 19974. TAXATION

The tax charge on the loss on ordinary activities was as follows:

	<u>1997</u> £	<u>1996</u> £
Corporation Tax	823	(1,021)

Corporation tax has been charged on the loss at 24% (1996 25%).

5. DEBTORS

	<u>1997</u> £	<u>1996</u> £
Amounts due within one year:		
Trade Debtors	54,238	25,965
Other Debtors	300	-
Corporation Tax Recoverable	-	1,021
Value Added Tax Recoverable	-	3,126
	<u>54,538</u>	<u>30,112</u>

6. CREDITORS: Amounts falling Due within One Year

	<u>1997</u> £	<u>1996</u> £
Trade Creditors	6,899	3,332
Other Creditors	49,617	38,775
Value Added Tax Payable	777	-
Corporation Tax Payable	823	-
Sundry Creditors and Accruals	500	720
	<u>58,616</u>	<u>42,827</u>

KAPPA LAMBDA SQUARED LIMITEDNOTES TO ACCOUNTSFOR THE YEAR ENDED 31ST MARCH 19977. TANGIBLE FIXED ASSETS

	Motor Vehicles	Plant & Equipment	Fixtures & Fittings	TOTAL
COST	£	£	£	£
At 1st April 1996 and At 31st March 1997	14,967	9,470	5,025	29,462
DEPRECIATION				
At 1st April 1996	6,548	5,320	3,195	15,063
Charge for the Year	3,742	2,366	1,255	7,363
At 31st March 1997	10,290	7,686	4,450	22,426
NET BOOK VALUE				
At 31st March 1997	4,677	1,784	575	7,036
At 31st March 1996	8,419	4,150	1,830	14,399

8. SHARE CAPITAL

	<u>1997</u> £	<u>1996</u> £
Authorised	100,000	100,000
Allotted, Issued and Fully Paid	5,002	5,002