Company Number: 3086619

LAMBDA LOGIC LIMITED

Financial Statements

for the period ended 31 August 1996



LAMBDA LOGIC LIMITED

Company Information

Company No: 3086619

Registered Office

Salisbury House
Station Road
Cambridge
CB1 2LA

Director

G M Clemow

Secretary

Mrs H L Clemow

Accountants

Peters Elworthy & Moore
Salisbury House
Station Road
Cambridge
CB1 2LA

Bankers

Lloyds Bank Plc
Cattle Market
Cambridge

LAMBDA LOGIC LIMITED

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LAMBDA LOGIC LIMITED

Director's Report

for the period ended 31 August 1996

The director submits his report together with the unaudited financial statements for the period ended 31 August 1996.

Director's Statement

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit for that period. In preparing those financial statements the director is required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the company and to enable them to ensure the financial statements comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Results and Dividends

The profit on the ordinary activities of the company before taxation amounted to £4,785. After deducting taxation and dividends, £565 has been transferred to reserves.

The director recommends dividends amounting to £3,000.

Principal Activity and Business Review

The company was incorporated on 2 August 1995 as Lambda Logic Limited.

The principal activity of the company is computer software and hardware development and the director intends to continue and develop this activity.

Director's Interest

The director who served during the period and his beneficial interest in the share capital of the company was as follows:

	Ordinary shares of £1 each
	1996
	No.
G M Clemow	100

Waterlow Secretaries Limited were Directors of Lambda Logic Limited from the date of incorporation until their resignation on 10 August 1995. On this date Mr G M Clemow was appointed as Director.

Cashflow Statement

In the opinion of the director the company qualifies as a small company and as such no cashflow statement has been prepared.

LAMBDA LOGIC LIMITED

Director's Report

for the period ended 31 August 1996

Accountants

The Accountants, Peters Elworthy & Moore Chartered Accountants, have indicated that they are willing to be reappointed at the forthcoming Annual General Meeting.

BY ORDER OF THE BOARD

Helen Clemow

Mrs H L Clemow
SECRETARY
31 December 1996

LAMBDA LOGIC LIMITED

Profit and Loss Account

for the period ended 31 August 1996

	Notes	1996 £
Turnover		19,231
Administrative expenses		(14,446)
Operating profit	2	4,785
Tax on profit on ordinary activities	4	(1,220)
Profit on ordinary activities after Taxation		3,565
Dividends		(3,000)
Retained profit transferred to reserves		565

All amounts relate to continuing activities.

There have been no recognised gains or losses, other than the results for the financial period, and all profits or losses have been accounted for on an historical cost basis.

LAMBDA LOGIC LIMITED

Balance Sheet

31 August 1996

	Notes	1996 £	1996 £
Fixed Assets			
Tangible fixed assets	5		3,534
Current Assets			
Debtors	6	5,404	
Cash at bank		258	
		5,662	
Creditors:			
Amounts falling due within one year	7	(8,531)	
Net Current (Liabilities)			(2,869)
Total Assets Less Current Liabilities			665
Capital and Reserves			
Share capital	9		100
Profit and loss account			565
Equity Shareholders' Funds			665

In the director's opinion the company was entitled under Section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the period ended 31st August 1996. No notice from members requiring an audit has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its accounts for the financial period.

The director acknowledges his responsibilities for: ensuring that the company keeps accounting records which comply with section 221; and for preparing accounts which give a true and fair view of the state of the affairs of the company as at 31st August 1996 and of its profit for the period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

ON BEHALF OF THE BOARD

G M Clemow
Director

Approved by the director on 31st December 1996.

1 Principal Accounting Policies

Accounting Convention

The Financial Statements have been prepared under the historical cost convention.

Cash Flow Statement

In the opinion of the director the company qualifies as a small company and accordingly a cash flow statement is not required.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is provided to write off the cost of tangible fixed assets over their expected useful lives by annual instalments at the following rates:

Computer equipment	25% straight line
Furniture	25% reducing balance
Office equipment	25% reducing balance

2 Operating Profit

The operating profit is stated after charging or crediting:

	1996 £
Depreciation - owned assets	1,177

3 Director and Employees

Staff costs during the year were as follows:

	1996 £
Wages and salaries	4,796
	4,796

The average monthly number of employees, including the director, during the year was as follows:

	1996 Number
Management	1

4 Tax on Profit on Ordinary Activities

	1996 £
Based on the profit for the year:	
U.K Corporation tax at 25% and 24%	1,220

5 Tangible Fixed Assets

	Computer equipment	Furniture	Office equipment	Total
Cost	£	£	£	£
Additions	4,462	210	40	4,712
At 31 August 1996	4,462	210	40	4,712
Depreciation				
Charged for the period	1,115	53	10	1,178
At 31 August 1996	1,115	53	10	1,178
Net Book Value				
At 31 August 1996	3,347	157	30	3,534

6 Debtors

	1996 £
Trade debtors	5,383
Prepayments and accrued income	21
	5,404

7 Creditors: Amounts falling due within one year

	1996 £
Corporation tax	470
Other taxes and social security	42
Director's loan	7,542
Accruals and deferred income	477
	8,531

8 Director's Loan

The directtor's loan is free of interest and is repayable on demand.