POSITECH COMPUTING LIMITED

FINANCIAL STATEMENTS

30 SEPTEMBER 2000

Registered number: 3560148

D J COLOM & Co

CHARTERED ACCOUNTANTS

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COMPANIES HOUSE
0393
19/03/01

POSITECH COMPUTING LIMITED

FINANCIAL STATEMENTS

for the year ended 30 September 2000

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1

POSITECH COMPUTING LIMITED

COMPANY INFORMATION

30 September 2000

INCORPORATED	England on the 8th May 1998
NUMBER	3560148
DIRECTOR	C Harris
SECRETARY	C Saunders
REGISTERED OFFICE	1st Floor Hillside House 2-6, Friern Park London N12 9BT
BANKERS	Fleming Premier Banking Sovereign House Romford RM1 3SP
ACCOUNTANTS	D J Colom & Co Chartered Accountants Hillside House 2-6 Friern Park London N12 9BT

POSITECH COMPUTING LIMITED

DIRECTORS' REPORT

30 September 2000

The director presents his report and the financial statements for the year ended 30 September 2000.

Principal activity

Director

The director of the company during the year and his interest in the shares of the company as recorded in the register of directors' interests was as follows:

	30 September 2000 Ordinary shares	1 October 1999 Ordinary shares
C Harris	2	2

Small company exemptions

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

C Saunders
Secretary

1st Floor
Hillside House
2-6, Friern Park
London N12 9BT

POSITECH COMPUTING LIMITED

ACCOUNTANTS' REPORT

**Accountants' report to the director
on the unaudited financial statements of
Positech Computing Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 September 2000, set out on pages 4 to 9, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

London

D J Colom & Co
Chartered Accountants

14/3/01

POSITECH COMPUTING LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 30 September 2000

	Note	2000 £	1999 £
Turnover	2	27,125	45,221
Net operating expenses			
Administrative expenses		(23,654)	(24,183)
Other operating income		308	172
Profit on ordinary activities before taxation		3,779	21,210
Taxation	5	(556)	(4,297)
Profit on ordinary activities after taxation		3,223	16,913
Dividends	6	(4,500)	(12,400)
Retained (loss)/profit for the year	12	(1,277)	4,513

Movements in reserves are shown in note 12.

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

There were no recognised gains and losses in 2000 or 1999 other than the (loss)/profit for the year.

POSITECH COMPUTING LIMITED

BALANCE SHEET

at 30 September 2000

	Note	2000 £	2000 £	1999 £	1999 £
Fixed assets					
Tangible assets	7		1,323		938
Current assets					
Debtors	8	1,498		1,294	
Cash at bank and in hand		984		8,791	
		2,482		10,085	
Creditors: amounts falling due within one year	9	(567)		(6,508)	
Net current assets			1,915		3,577
Total assets less current liabilities			3,238		4,515
Capital and reserves					
Called up share capital	11		2		2
Profit and loss account	12		3,236		4,513
Total shareholders' funds	10		3,238		4,515

The director considers that for the year ended 30 September 2000 the company was entitled to exemption under subsection 1 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 director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and 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 financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 4 to 9 were approved by the board of directors on 30th January 2001 and signed on its behalf by:

C P. Harris

C Harris
Director

POSITECH COMPUTING LIMITED

NOTES ON FINANCIAL STATEMENTS

30 September 2000

1 Accounting policies

Basis of accounting
The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover
Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

Tangible fixed assets
Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and machinery	25% on the reducing balance.

Leases and hire purchase contracts

Rentals paid under operating leases are charged to income as incurred.

Deferred taxation
Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions

Defined contribution scheme
Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities, entirely within the United Kingdom, stated net of value added tax.

POSITECH COMPUTING LIMITED

NOTES ON FINANCIAL STATEMENTS

30 September 2000

3 Operating profit

	2000	1999
	£	£
Operating profit is stated after crediting:		
Interest receivable	308	172
and after charging:		
Operating leases:		
Rent	-	79
Depreciation of tangible fixed assets (note 7):		
Owned assets	441	273

4 Director

	£	£
Directors' emoluments	19,800	19,000

Defined contribution pension scheme
The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £4,800 (1999:£4,000).

5 Taxation

	2000		1999	
	£	£	£	£
UK Corporation tax:				
Current tax on income for the period at 20/10% (1999 21/20%)		556		4,297

6 Dividends

	2000	1999
	£	£
Equity - ordinary/interim	4,500	12,400

POSITECH COMPUTING LIMITED

NOTES ON FINANCIAL STATEMENTS

30 September 2000

7 **Tangible fixed assets**

	Plant and Machinery etc
	£
Cost	
1 October 1999	1,211
Additions	826
30 September 2000	2,037
Depreciation	
1 October 1999	273
Charge for the year	441
30 September 2000	714
Net book amount	
30 September 2000	1,323
1 October 1999	938

8 **Debtors**

	2000	1999
	£	£
Amounts falling due within one year		
Other debtors	1,498	1,294
	1,498	1,294

9 **Creditors:** amounts falling due within one year

	2000	1999
	£	£
Corporation tax	-	3,422
Other taxation and social security	567	2,454
Other creditors	-	632
	567	6,508