Registered no. 2481183

PROSYS COMPUTING LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2000

J.K.MOORE
ACCOUNTANCY AND TAXATION SERVICES
36 FEDDEN VILLAGE
NORE ROAD
PORTISHEAD, BRISTOL
BS20 8DN

PROSYS COMPUTING LIMITED

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PROSYS COMPUTING LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2000

The directors present their report and the financial statements of the company for the year ended 31 March 2000.

Directors' Responsibilities

Company law requires the directors 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 or loss of the company for that period. In preparing those financial statements, the directors are 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 a going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are 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 that the financial statements comply with the Companies Act 1985. They are 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.

Directors

G.V.Morgan

Secretary

C.M.Morgan

Registered Office

Titan House
Cardiff Bay Business Centre
Lewin Road
Ocean Park
Cardiff, CF24 5BS

Principle Activities

The principle activities of the company throughout the period were that of computer programming and systems consultancy, and supply of computer hardware, software and support services.

Direcors

The present directors are as shown above. All served on the board throughout the year.

The company's Articles of Association do not require the directors to retire by rotation.

PROSYS COMPUTING LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2000 (CONT)

Directors Interests

The interests of the directors in the shares of the company at the beginning and end of the period, were as follows :

	31 March 2000	1 April 1999
G.V.Morgan		
Beneficial Interests	1	1

Small Company Exemption

The directors' report has been 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 Morgan

C.M.MORGAN - SECRETARY

Date : 26/10/01

PROSYS COMPUTING LIMITED

ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTORS OF PROSYS COMPUTING LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 2000, set out on pages 4 to 7, and you consider that the company is exempt from an audit.

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

J K Moore

J.K.Moore
Accountancy and Taxation Services

Date : 11/10/2001

36 Fedden Village
Nore Road
Portishead, Bristol
BS20 8DN

PROSYS COMPUTING LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2000

	Note	2000 £.	1999 £.
TURNOVER	2	172,007	172,222
Cost of sales		(94,140)	(83,127)
GROSS PROFIT		77,867	89,095
Net operating expenses	3	(82,934)	(49,709)
OPERATING (LOSS)/PROFIT	4	(5,067)	39,386
Other interest receivable and similar income		3	9
Interest payable and similar charges		(1,529)	(1,933)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(6,593)	37,462
Tax on profit on ordinary activities	5	45	(7,558)
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(6,548)	29,904
Dividends	6	-	(18,500)
RETAINED (LOSS)/PROFIT FOR THE FINANCIAL YEAR		(6,548)	11,404
Retained profit/(loss) brought forward		465	(10,939)
RETAINED (LOSS)/PROFIT CARRIED FORWARD		(6,083)	465

The annexed notes form part of the financial statements.

PROSYS COMPUTING LIMITED

BALANCE SHEET AT 31 MARCH 2000

	Note		2000 £.		1999 £.
FIXED ASSETS					
Tangible assets	7		10,161		11,836
CURRENT ASSETS					
Debtors	8	59,842		52,576	
Cash at bank and in hand		213		310	
		60,055		52,886	
CREDITORS					
Amounts falling due within one year	9	(63,845)		(57,547)	
NET CURRENT LIABILITIES			(3,790)		(4,661)
TOTAL ASSETS LESS CURRENT LIABILITIES			6,371		7,175
CREDITORS					
Amounts falling due after more than one year	10		(12,452)		(6,663)
PROVISIONS FOR LIABILITIES AND CHARGES	11		-		(45)
NET (LIABILITIES) / ASSETS			(6,081)		467
CAPITAL AND RESERVES					
Called up share capital	9		2		2
Profit and loss account			(6,083)		465
SHAREHOLDERS' FUNDS			(6,081)		467

The annexed notes form part of the financial statements.

PROSYS COMPUTING LIMITED

BALANCE SHEET AT 31 MARCH 2000 (CONT)

The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit persuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for :

1 ensuring that the company keeps accounting records which comply with section 221; and

2 preparing accounts which give a true and fair viewof 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 this Act relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the board on ....
ON BEHALF OF THE BOARD

G.V. Morgan .... Date : 26|10|01

G.V.MORGAN - DIRECTOR

The annexed notes form part of the financial statements.

PROSYS COMPUTING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2000

1. ACCOUNTING POLICIES

The principle accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Basis of Preparation of Financial Statements

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

The effect of events in relation to the year ended 31 March 2000 which occurred before the date of approval of the financial statements by the Board of Dirctors, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 31 March 2000 and of the results for the year ended on that date.

Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates :

Computer equipment	- 20% per annum of cost
Office equipment	- 20% per annum of cost
Motor vehicles	- 25% per annum of cost

2. TURNOVER

The company's turnover represents the value of goods and services supplied to customers during the year.

3. NET OPERATING EXPENSES

	2000 £.	1999 £.
Administrative expenses	82,859	49,709

4. OPERATING LOSS

Operating loss is stated after charging / (crediting) :

	2000 £.	1999 £.
Depreciation and amortisation of owned assets	3,120	3,731

PROSYS COMPUTING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2000 (CONT)

5. TAXATION ON ORDINARY ACTIVITIES

	2000 £.	1999 £.
Current year		
Corporation tax at 20% *(1999- 21%)*	-	7,513
Deferred tax at 20% *(1999- 21%)*	(695)	551
	(695)	8,064
Prior year		
Deferred tax under/(over) provided	650	(506)
	(45)	7,558

6. DIVIDENDS

	2000 £.	1999 £.
On ordinary shares :		
Final dividend paid	-	18,500

PROSYS COMPUTING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2000 (CONT)

7. TANGIBLE FIXED ASSETS

	Computer equipment £.	Office equipment £.	Motor vehicles £.	Total £.
Cost				
At 1 April 1999	4,446	630	18,850	23,926
Additions	1,237	208	-	1,445
Revaluations	-	-	-	-
Disposals	-	-	-	-
At 31 March 2000	5,683	838	18,850	25,371
Depreciation				
At 1 April 1999	2,180	325	9,585	12,090
Charge for the year	701	103	2,316	3,120
Revaluations	-	-	-	-
Elimination on disposals	-	-	-	-
At 31 March 2000	2,881	428	11,901	15,210
Net book value				
At 31 March 2000	2,802	410	6,949	10,161
At 31 March 1999	*2,226*	*305*	*9,265*	*11,836*

8. DEBTORS

	2000 £.	1999 £.
Trade Debtors	30,612	52,037
Section 419 tax recoverable	5,536	-
Other Debtors	23,694	539
	59,842	52,576

PROSYS COMPUTING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2000 (CONT)

9. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	2000 £.	1999 £.
Bank loans and overdrafts	5,873	11,008
Obligations under finance leases and hire purchase contracts	2,250	4,415
Trade creditors	28,005	25,385
Corporation tax payable	2,051	2,051
Section 419 tax payable	10,161	4,625
Social security and other taxes	14,248	8,702
Other creditors	1,257	1,361
	63,845	57,547

10. CREDITORS - AMOUNTS DUE AFTER ONE YEAR

	2000 £.	1999 £.
Bank loans	12,258	4,219
Obligations under finance leases and hire purchase contracts	194	2,444
	12,452	6,663

11. PROVISIONS FOR LIABILITIES AND CHARGES

	Deferred taxation £.
Balance at 1 April 1999	45
Utilised during the year	-
Provided for the year	-
Other movements	(45)
	-

PROSYS COMPUTING LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2000 (CONT)

12. SHARE CAPITAL

	2000 £.	1999 £.
Authorised		
1,00 ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
2 ordinary shares of £1 each	2	2

13. TRANSACTIONS WITH DIRECTORS

Directors' current account

During the year the director mentioned below had balances owing (to) / from the company as follows :

	2000 £.
G.V.Morgan	
Balance at 1 April 1999	393
Maximum balance outstanding during the year	(22,144)
Balance at 31 March 2000	(22,144)