

GEORGE LOVETT LIMITED

REGISTERED NUMBER : 1872385

ANNUAL REPORT

YEAR ENDED 31 MARCH 1997



GEORGE LOVETT LIMITED
YEAR ENDED 31 MARCH 1997

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GEORGE LOVETT LIMITED
YEAR ENDED 31 MARCH 1997

DIRECTORS' REPORT

The directors present their report and the financial statements for the year ended 31 March 1997.

Principal activities

The principal activities of the company are the developing of software packages for use in computer systems and to supply computer and ancillary equipment to customers.

Directors

The directors of the company at 31 March 1997, all of whom were directors for the whole year unless expressly stated, are listed below :

G C L Standing

Mrs Nicola J Schrager von Altishoven *NJ*

Directors' interests

The interests of the directors in the shares of the company at 31 March 1997 were :

Company (Ord shares £1 each)	March 31 1997	April 1 1996
G C L Standing	1	1
Mrs Nicola J Schrager von Altishoven <i>NJ</i>	1	1

There has been no change in the interests set out above since 31 March 1997.

Directors' responsibilities

The directors acknowledge that 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 year. In preparing those financial statements, the directors are required to :

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) prepare the financial statements on the 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.

The directors have prepared this report in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

By order of the board



Mrs Nicola J Schrager von Altishoven *NJ*
Company secretary

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PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1997

	Notes	1997 £	1996 £
Turnover - continuing operations	2	66,317	74,022
Cost of sales - continuing operations		-28,578	- 63,030
Gross profit		<u>37,739</u>	<u>10,992</u>
Net operating expenses - continuing operations		-18,556	- 25,893
Operating profit/(loss) - continuing operations		<u>19,183</u>	<u>- 14,901</u>
Interest payable and similar charges		-1,267	- 504
Profit/(Loss) on ordinary activities before taxation	3	<u>17,916</u>	<u>- 15,405</u>
Taxation on profit /(loss) on ordinary activities	4	-	-
Retained profit/(loss) for the period	9	<u><u>£17,916</u></u>	<u><u>-£15,405</u></u>

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Balance Sheet at 31 March 1997

	<u>Notes</u>	1997 £	1996 £
Fixed assets			
Tangible assets	5	<u>3,208</u>	<u>3,359</u>
		3,208	3,359
Current assets			
Stocks		11,259	11,259
Debtors - falling due within one year	6	7,198	5,636
Cash at bank and in hand		<u>1,625</u>	<u>605</u>
		20,082	17,500
Creditors : amounts falling due within 1 year	7	<u>-30,961</u>	<u>- 46,446</u>
Net current liabilities		-10,879	- 28,946
Net liabilities		<u>-£7,671</u>	<u>-£ 25,587</u>
Capital and reserves			
Called up share capital	8	2	2
Profit and loss account	9	<u>- 7,673</u>	<u>- 25,589</u>
		<u>-£7,671</u>	<u>-£ 25,587</u>

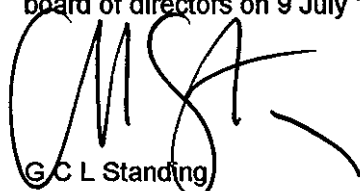
The accounts have been prepared in accordance with the special provisions relating to small companies within part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

The exemption conferred by section 249A(1) Companies Act 1985 not to have these accounts audited applies to the company and the directors confirm that no notice has been deposited under s 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibility for ensuring that :

- i) the company keeps accounting records which comply with s 221 of the Companies Act 1985, and
- ii) the accounts give a true and fair view of the state of affairs of the company as at 31 March 1997 and of its profit for the year then ended in accordance with the requirements of s 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The financial statements on pages 3 to 8 were approved by the board of directors on 9 July 1998 and were signed on its behalf by :


G C L Standing
Director

GEORGE LOVETT LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

1 Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accountant policies is set out below :

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition.

Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned. The principal annual rates used for this purpose are:

Fixtures and fittings	25%
Computer equipment	25%

Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. In general, cost is determined on a first in first out basis and includes transport and handling costs. Where necessary, provision is made for obsolete, slow moving and defective stocks.

Turnover

Turnover, which excludes value added tax, represents the invoiced value of goods and services supplied

Deferred taxation

Provision is made for deferred taxation, using the liability method, on all material timing differences to the extent that it is probable that a liability or asset will crystallize.

2 Turnover

Turnover consists entirely of sales made in the United Kingdom.

3 Profit on ordinary activities before taxation	1997	1996
	£	£

The profit/(loss) on ordinary activities before taxation is stated after charging :

Directors emoluments	9,695	33,084
Depreciation charge for the year - tangible fixed assets	<u>1,328</u>	<u>1,427</u>

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NOTES TO THE FINANCIAL STATEMENTS

4 Taxation on profit on ordinary activities

There was no tax liability due to taxable losses brought forward and offset.
 At the year end, there are approximately £3,500 tax losses to carry forward.

5 Tangible fixed assets

	Motor Vehicle £	Computer, Fixtures & fittings £	Total £
Cost			
At 1 April 1996	2,000	10,250	12,250
Additions	-	1,177	1,177
At 31 March 1997	<u>2,000</u>	<u>11,427</u>	<u>13,427</u>
Depreciation			
At 1 April 1996	500	8,391	8,891
Charge for year	500	828	1,328
At 31 March 1997	<u>1,000</u>	<u>9,219</u>	<u>10,219</u>
Net book value			
At 31 March 1997	<u>£1,000</u>	<u>£2,208</u>	<u>£3,208</u>
At 31 March 1996	<u>£1,500</u>	<u>£1,859</u>	<u>£3,359</u>

6 Debtors

	1997 £	1996 £
Amounts falling due within one year		
Trade debtors	6,668	5,436
Prepayments and accrued income	530	200
	<u>£7,198</u>	<u>£5,636</u>

7 Creditors : amounts falling due within 1 year

	1997 £	1996 £
Trade creditors	2,147	2,916
Other taxation and social security costs	15,982	31,834
Directors' current accounts	6,212	5,279
Other creditors	1,270	-
Accruals and deferred income	5,350	6,417
	<u>£30,961</u>	<u>£46,446</u>

The directors' current accounts relate to monies advanced by G C L Standing. The advances are interest free and repayable on demand.

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NOTES TO THE FINANCIAL STATEMENTS

8 Called up share capital	1997	1996
	£	£
Authorised		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>£2</u>	<u>£2</u>
 9 Profit and loss account	 1997	 1996
	£	£
At 1 April 1996	- 25,589	- 10,184
Retained profit/(loss) for the year	17,916	- 15,405
 At 31 March 1997	 <u>- 7,673</u>	 <u>- 25,589</u>