

CADASSIST LTD

REGISTRATION NO: 1994562

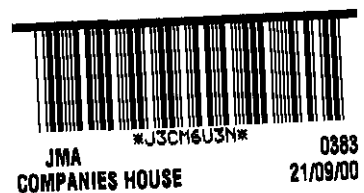
FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 1999

CONTENTS

	PAGE
Directors' Report	1
Auditors Report	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5-7

The following pages do not form part of the statutory accounts:

Trading and profit and loss account and summaries	8
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CADASSIST LIMITED

DIRECTORS REPORT FOR THE YEAR ENDED 30 JUNE 1999

The directors present their report and the financial statements for the year ended 30 June 1999.

Statement of directors responsibilities

Company law requires the directors to prepare the 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 responsible 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 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.

Principal Activity

The company's principal activity is that of a CAD Systems Vendor and Consultant.

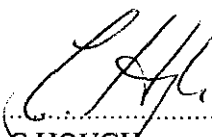
Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary Shares of £1 each	
	At 30 June 1999	At 1 July 1998
I J Lydon	46	45
A Reece	59	58
I.Kelsall	10	10

This report which has been prepared in accordance with special provisions of Part VII of the Companies Act 1985 applicable to small companies.

This report was approved by the board on 18 August 2000..


.....
C HOUGH
SECRETARY

CADASSIST LIMITED

Registration No: 1994562

AUDITORS REPORT TO THE SHAREHOLDERS OF CADASSIST LTD

We have audited the financial statements on pages 3 to 7 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on pages 5 and 6.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, of those statements and to report our opinion to you.


Basis of opinion

We have conducted our audit in accordance with Auditing Standards issued by the Auditing Practises Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the company's affairs as at 30 June 1999 and of its profit and loss for the year then ended, and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Grant Grierson & Co. Ltd.

Registered Auditors

129 Gerald Road

SALFORD

M6 6BL

Date: 18/8/00

CADASSIST LTD

Profit and Loss Account for the year ended 30 June 1999

	Note	<u>1999</u> £	<u>1998</u> £
TURNOVER	1.2	1655137	2333209
Cost of sales		<u>1007093</u>	<u>1596159</u>
GROSS PROFIT		<u>648044</u>	<u>737050</u>
Selling & distribution costs		83131	113939
Administration expenses		<u>544358</u>	<u>548605</u>
OPERATING PROFIT	2	20555	74506
Interest receivable		<u>4077</u>	<u>4608</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		24632	79114
TAXATION ON PROFIT ON ORDINARY ACTIVITIES PRIOR YEAR ADJUSTMENT	3	7168 <u>298</u>	17106 <u>-</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		17166	62008
Dividends on equity shares	4	<u>17250</u>	<u>12880</u>
RETAINED LOSS PROFIT FOR THE YEAR PRIOR YEAR ADJUSTMENT		(84) 11500	49128 -
RETAINED PROFIT BROUGHT FORWARD		<u>192113</u>	<u>142985</u>
RETAINED PROFIT CARRIED FORWARD		<u>203529</u>	<u>192113</u>

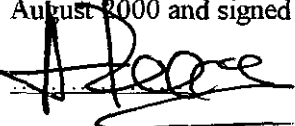
The notes on pages 5 to 7 form part of these financial statements.

CADASSIST LIMITED

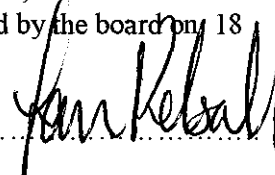
BALANCE SHEET AS AT 30 JUNE 1999

	Notes	<u>1999</u> £	<u>1998</u> £
FIXED ASSETS			
Tangible Assets	5	<u>8989</u>	<u>15930</u>
CURRENT ASSETS			
Stocks & work in progress		20502	16985
Debtors	6	255032	394140
Cash at bank and in hand		<u>72172</u>	<u>23357</u>
		<u>347706</u>	<u>434482</u>
CREDITORS:			
Amounts falling due within 1 year	7	<u>145066</u>	<u>250199</u>
NET CURRENT ASSETS		<u>202640</u>	<u>184283</u>
TOTAL ASSETS		<u>211629</u>	<u>200213</u>
CAPITAL AND RESERVES			
Called Up Share Capital	8	115	115
Share premium account		7985	7985
Profit and loss account		<u>203529</u>	<u>192113</u>
Shareholders' funds		<u>211629</u>	<u>200213</u>

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities were approved by the board on 18 August 2000 and signed on its behalf.



A. REECE DIRECTOR



I. KELSALL DIRECTOR

CADASSIST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

1 ACCOUNTING POLICIES

1.1 **Basis of preparation of financial statements**

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 **Turnover**

Turnover comprises the involved value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Office equipment	20% reducing balance basis
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1.4 **Leasing and hire purchase**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 **Operating Leases**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 **Stocks and work in progress**

Stocks and work in progress are valued at the lower cost and net realisable value after making due allowances for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 **Deferred taxation**

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise.

1.8 **Pensions**

The company operates a contributory scheme, Cadassist Pension Scheme, and the pension charge represents the amounts payable by the company to the fund in respect of the year.

CADASSIST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999 CONT.....

2. OPERATING Profits

	<u>1999</u>	<u>1998</u>
The operating profit is stated after charging:	£	£
Depreciation of tangible fixed assets		
- owned by the company	2246	10342
Auditors' remuneration	650	650
Operating lease and rentals		
- hire of plant and machinery	26887	16642
- other	27187	26887
Directors' emoluments	67326	78925
Pension costs	<u>11396</u>	<u>5410</u>

3. TAXATION

	<u>1999</u>	<u>1998</u>
UK current year taxation	£	£
UK corporation tax at 21%	5446	17106
UK corporation tax at 20%	<u>1722</u>	<u>-</u>
-	<u>7168</u>	<u>17106</u>

4. DIVIDENDS

	<u>1999</u>	<u>1998</u>
	£	£
Final dividend of £150 per ordinary share - paid	<u>17250</u>	<u>12880</u>
	<u>17250</u>	<u>12880</u>

5. TANGIBLE FIXED ASSETS

	<u>Office Equipment</u>	<u>Total</u>
Cost		
at 1 July 1998	35007	35007
Additions	-	-
Disposals	<u>(4695)</u>	<u>(4695)</u>
At 30 June 1999	<u>30312</u>	<u>30312</u>
Depreciation		
at 1 July 1998	19077	19077
Charge for year	2246	2246
Disposals	<u>-</u>	<u>-</u>
At 30 June 1999	<u>21323</u>	<u>21323</u>
Net Book Values		
As at 30 June 1999	<u>8989</u>	<u>8989</u>
As At 30 June 1998	<u>15930</u>	<u>15930</u>

6. Debtors

	<u>1999</u>	<u>1998</u>
Due within one year		
Trade debtors	<u>255032</u>	<u>394140</u>

CADASSIST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999 CONT.....

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>1999</u> £	<u>1998</u> £
Trade creditors	94418	142938
Corporation tax	6084	17106
Other creditors	<u>44564</u>	<u>90155</u>
	<u>145066</u>	<u>250199</u>

Included within other creditors is an amount of £26914 relating to social security and other taxes.

8. SHARE CAPITAL

	<u>1999</u> £	<u>1998</u> £
Authorised Ordinary shares of £1 each	<u>115</u>	<u>115</u>
Allotted, called up and fully paid Ordinary shares of £1 each	<u>115</u>	<u>115</u>

9. PENSION COMMITMENTS

The company operates a contributory pension scheme, Cadassist Pension Scheme, for the directors and senior employees. The assets of the scheme are held separately from those of the company in an independently administered fund. At the balance sheet date there were no unpaid contributions.

10. TRANSACTIONS WITH DIRECTORS

Two of the directors are partners in the business, Lydon Reece Partnership, to whom sales of £9656, were made in the year on normal commercial terms.

At the balance sheet date the amount outstanding was £9656

There were purchases of £31178 on normal commercial terms. At the balance sheet date the amount outstanding was £3239.

11. POST BALANCE SHEET EVENTS

There were no post balance sheet events which affect the accounts.

12. RELATED PARTIES

There were no related party transactions other than those disclosed in note 10.

CADASSIST LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 1999

	<u>1999</u> £	<u>1998</u> £
TURNOVER	1655137	2333209
COST OF SALES	<u>1007093</u>	<u>1596159</u>
GROSS PROFIT	648044	737050
EXPENSES		
Repairs and Renewals	4324	15215
Motor and Travel	27621	41450
Postage and Carriage	8988	8508
Printing and Stationery	6911	7968
Pension Contributions and Levy	11396	5410
Subscriptions	2313	2980
Directors' Salaries	67326	78925
Other Salaries and NIC	357181	352743
Accountancy and Audit	2890	2550
Telephone and Fax	20065	15784
Car Leasing Expenses	27187	26887
Bank Charges	672	1665
Exhibition Expenses	9470	21677
Marketing Expenses	11741	3422
Sundry Expenses	4966	6400
Advertising	5287	4832
Office Software	2474	10084
Training and Course and Expenses	5822	10459
Equipment Leasing and Hire	26887	16642
Bad Debts	5	7567
Insurance	4575	6801
Legal Fees	506	771
Office Overheads	16636	3462
Depreciation:		
Owned Assets and Loss on Disposals	<u>2246</u>	<u>10342</u>
	<u>627489</u>	<u>662544</u>
NET PROFIT	<u>20555</u>	<u>74506</u>