

Regd Co's

Company Number: 2354167

A & P COMPUTERS LIMITED

FINANCIAL STATEMENTS

29 FEBRUARY 2000



Bessler Hendrie
Chartered Accountants

River House
6 Walnut Tree Park
Walnut Tree Close
Guildford
Surrey GU1 4TW

A & P COMPUTERS LIMITED

DIRECTORS AND OFFICERS

DIRECTORS

Mr P Moh
Mr S Azeem
Mr M Cook
Mr A Din

SECRETARY

Mr S Azeem

REGISTERED OFFICE

Unit 5
Walnut Tree Park
Walnut Tree Close
Guildford
Surrey GU1 4TR

AUDITORS

Bessler Hendrie
Chartered Accountants
River House
6 Walnut Tree Park
Walnut Tree Close
Guildford
Surrey GU1 4TW

A & P COMPUTERS LIMITED**DIRECTORS' REPORT**

The Directors submit their Report and the Financial Statements of A & P Computers Limited for the year ended 29 February 2000.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the provision of computer sales and services.

DIRECTORS

The following directors have held office since 1 March 1999:-

Mr P Moh
 Mr S Azeem
 Mr M J Cook
 Mr A Din (appointed 22 October 1999)

DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including family interests, were as follows:-

	Ordinary shares of £1 each	
	2000	1999
Mr P Moh	1	1
Mr S Azeem	1	1

AUDITORS

A resolution to re-appoint Bessler Hendrie, Chartered Accountants, as auditors will be put to the members at the Annual General Meeting.

This Report has been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

By Order of the Board



Mr S Azeem
 Secretary

12/12/2000

A & P COMPUTERS LIMITED**DIRECTORS' RESPONSIBILITIES IN THE PREPARATION
OF FINANCIAL STATEMENTS**

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:

- 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 requirements of 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.

**AUDITORS' REPORT TO THE MEMBERS OF
A & P COMPUTERS LIMITED**

We have audited the financial statements on pages 5 to 13, which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) under the historical cost convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 3 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, on those statements and to report our opinion to you.


BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices 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 at 29 February 2000 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.


BESSLER HENDRIE
Registered Auditor
Chartered Accountants
River House
6 Walnut Tree Park
Walnut Tree Close
Guildford
Surrey GU1 4TW

13 December 2000

A & P COMPUTERS LIMITED**PROFIT AND LOSS ACCOUNT**
for the year ended 29 February 2000

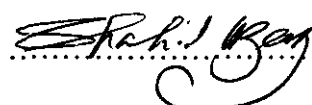
	Notes	2000	1999
TURNOVER	1	4,456,993	3,643,674
Cost of sales		3,668,220	2,969,113
		<hr/>	<hr/>
Gross profit		788,773	674,561
Other operating expenses (net)	2	735,595	558,592
		<hr/>	<hr/>
OPERATING PROFIT		53,178	115,969
Investment income	3	6,202	5,933
Interest payable		(5,057)	(3,596)
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	54,323	118,306
Taxation	6	10,905	24,510
		<hr/>	<hr/>
RETAINED PROFIT FOR THE FINANCIAL YEAR		43,418	93,796
Retained profit at 1 March 1999		558,537	464,741
		<hr/>	<hr/>
RETAINED PROFIT AT 29 FEBRUARY 2000		£ 601,955	£ 558,537
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A & P COMPUTERS LIMITED**BALANCE SHEET****29 February 2000**

	Notes	2000	1999
FIXED ASSETS			
Tangible assets	7	101,635	75,378
CURRENT ASSETS			
Stocks		176,653	164,453
Debtors	8	1,181,173	782,023
Cash at bank and in hand		83,583	55,885
		<u>1,441,409</u>	<u>1,002,361</u>
CREDITORS			
Amounts falling due within one year	9	859,079	463,642
NET CURRENT ASSETS			
		<u>582,330</u>	<u>538,719</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>683,965</u>	<u>614,097</u>
CREDITORS			
Amounts falling due after more than one year	10	41,784	5,278
PROVISIONS FOR LIABILITIES AND CHARGES			
	11	40,224	50,280
		<u>£ 601,957</u>	<u>£ 558,539</u>
CAPITAL AND RESERVES			
Called up share capital	13	2	2
Profit and loss account		601,955	558,537
SHAREHOLDERS' FUNDS			
		<u>£ 601,957</u>	<u>£ 558,539</u>

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

Approved by the Board on 12/12/ 2000

 Director

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standards for Smaller Entities (effective March 2000).

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows:-

Fixtures and equipment	25%	reducing balance
Motor vehicles	25%	reducing balance

STOCKS AND WORK IN PROGRESS

Stocks are valued at the lower of cost and net realisable value.

DEFERRED TAXATION

Provision is made for taxation deferred or accelerated by the effect of timing differences, to the extent that it is probable that a liability will crystallise, at the rate expected to be ruling at that date.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

All other leases are "operating leases" and the annual rentals are charged to the profit and loss on a straight line basis over the lease term.

A & P COMPUTERS LIMITED

ACCOUNTING POLICIES

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

WARRANTY CLAIMS

Provision is made for liabilities arising in respect of specific warranty claims.

PENSIONS

"Pension contributions" represents amounts paid on behalf of employees into private pension plans held by those employees.

A & P COMPUTERS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 2000****1. TURNOVER**

The company's turnover and profit before taxation were all derived from its principal activity, less than 1% of which were attributable to markets outside the United Kingdom.

2. OTHER OPERATING EXPENSES

	2000	1999
Administration expenses	755,027	578,340
Other operating income	(19,432)	(19,748)
	<u>£ 735,595</u>	<u>£ 558,592</u>

3. INVESTMENT INCOME

Other interest receivable	<u>£ 6,202</u>	<u>£ 5,933</u>
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**4. PROFIT ON ORDINARY ACTIVITIES
BEFORE TAXATION**

Profit on ordinary activities before taxation is stated after charging/(crediting):

Depreciation of tangible fixed assets	£ 26,341	£ 19,502
Operating lease rentals:		
land and buildings	45,000	45,000
Auditors' remuneration	5,000	4,500
Rental income	(19,432)	(19,748)
Profit on disposal of tangible fixed assets	(1,214)	(6,691)

5. DIRECTORS' REMUNERATION

Aggregate emoluments	<u>£ 203,617</u>	<u>£ 212,503</u>
Payments made to money purchase schemes for the above directors	<u>£ 9,200</u>	<u>£ 13,102</u>

The number of directors to whom retirement benefits are accruing under money purchase schemes is:

No.	No.
<u>2</u>	<u>2</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 2000

	2000	1999
6. TAX ON PROFIT ON ORDINARY ACTIVITIES		
Corporation tax based on the results for the year	11,500	24,750
Prior year adjustment	(595)	(240)
	<u>£ 10,905</u>	<u>£ 24,510</u>

7. TANGIBLE FIXED ASSETS

	Fittings and equipment	Motor vehicles	TOTAL
Cost:			
1 March 1999	57,348	82,342	139,690
Additions	3,256	57,478	60,734
Disposals	-	(34,277)	(34,277)
	<u>60,604</u>	<u>105,543</u>	<u>166,147</u>
29 February 2000			
Depreciation:			
1 March 1999	30,373	33,939	64,312
Charge in the year	7,558	18,783	26,341
Disposals	-	(26,141)	(26,141)
	<u>37,931</u>	<u>26,581</u>	<u>64,512</u>
29 February 2000			
Net book value:			
29 February 2000	<u>22,673</u>	<u>78,962</u>	<u>£ 101,635</u>
28 February 1999	<u>26,975</u>	<u>48,403</u>	<u>£ 75,378</u>

The net book value of motor vehicles includes £78,962 (1999: £48,403) in respect of assets held under finance leases and hire purchase contracts. The amount of depreciation in respect of such assets amounted to £18,783 for the year (1999: £10,510).

A & P COMPUTERS LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
for the year ended 29 February 2000

	2000	1999
8. DEBTORS		
Due within one year:		
Trade debtors	1,099,822	755,387
Other debtors	81,351	26,636
	<u>1,181,173</u>	<u>782,023</u>
	£ 1,181,173	£ 782,023

Included in other debtors is a loan of £6,820 to the director, Mr P Moh. The maximum balance outstanding during the year was £6,820. Interest has been charged at a commercial rate on this loan, in the sum of £820.

Debtors include £20,533 repayable in more than one year.

9. CREDITORS

Amounts falling due within one year:

Bank overdraft (secured)	228,590	-
Trade creditors	537,712	313,633
Corporation tax	11,500	24,750
Other taxation and social security costs	19,944	79,329
Obligations under finance leases	16,367	29,210
Other creditors	44,966	16,720
	<u>859,079</u>	<u>463,642</u>
	£ 859,079	£ 463,642

The bank overdraft is secured by a fixed and floating charge over the assets of the company, and by the Life Policy of Mr S Azeem.

10. CREDITORS

Amounts falling due in more than one year:

Obligations under finance leases	£ 41,784	£ 5,278
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11. PROVISIONS FOR LIABILITIES AND CHARGES

Warranty claims provision:

1 March 1999	50,280	50,280
Reversed in year	(10,056)	-
	<u>40,224</u>	<u>50,280</u>
29 February 2000	£ 40,224	£ 50,280

A & P COMPUTERS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 2000****12. DEFERRED TAXATION**

Deferred taxation provided in the financial statements and the unprovided potential asset are as follows:-

	Amount provided		Unprovided asset	
	2000 £	1999 £	2000 £	1999 £
Accelerated depreciation over capital allowances	-	-	10	53
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
			2000	1999

13. SHARE CAPITAL

Authorised:

1,000 Ordinary shares of £1 each	£	1,000	£	1,000
		<u> </u>		<u> </u>

Allotted, issued and fully paid:

2 Ordinary shares of £1 each	£	2	£	2
		<u> </u>		<u> </u>

14. COMMITMENTS UNDER OPERATING LEASES

At 29 February 2000 the company had annual commitments under non-cancellable operating leases as follows:-

Land and buildings:

expiring after 5 years	£	45,000	£	45,000
		<u> </u>		<u> </u>

A & P COMPUTERS LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
for the year ended 29 February 2000

15. PENSION COMMITMENTS

The pension charge for the period was £9,360 (1999: £14,380), which related to amounts paid into money purchase schemes on behalf of directors and other employees.

16. RELATED PARTY TRANSACTIONS

During the year, sales of £Nil (1999: £2,339) were made to The Multimedia PC Company (UK) Limited during the ordinary course of business. Mr Azeem and Mr Moh are shareholders of The Multimedia PC Company (UK) Limited. In addition, an amount of £20,000 was loaned to The Multimedia PC Company (UK) Limited. This is an arm's length transaction with interest being charged at a commercial rate. At 29 February 2000, The Multimedia PC Company (UK) Limited owed A & P Computers Limited £22,608 (1999: £23,681).

During the year, purchases of £23,303 were made from A C Computers during the ordinary course of business. Mr A Din is a partner in A C Computers. At 29 February 2000 A & P Computers Limited owed A C Computers £9,065 (1999: £Nil).

During the year, sales of £28,524 (1999: £Nil) were made to Oakleaf Enterprises Limited during the ordinary course of business. Mr Azeem is a director of Oakleaf Enterprises Limited. At 29 February 2000, Oakleaf Enterprises Limited owed A & P Computers Limited £8,448 (1999: £Nil).

During the year, sales of £11,495 (1999: £8,465) were made to Walton Marina Limited during the ordinary course of business. Mr Cook is a director of Walton Marina Limited. At 29 February 2000, Walton Marina Limited owed A & P Computers Limited £7,873 (1999: £136).

During the year, purchases of £7,812 (1999 £Nil) were made from Mediatron Limited during the ordinary course of business. Mr Azeem and Mr Moh are controlling shareholders of Mediatron Limited. In addition, an amount of £20,000 was loaned to Mediatron Limited. This is an arm's length transaction with interest being charged at a commercial rate. At 29 February 2000, Mediatron Limited owed A & P Computers Limited £17,708 (1999: £Nil).

Mr P Moh purchased a motor vehicle with a net book value of £5,845 from the company for £7,000. This was on an arm's length basis.