

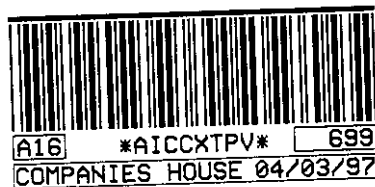
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Company number : 2354167

A & P COMPUTERS LIMITED

FINANCIAL STATEMENTS

29 FEBRUARY 1996



Baker Tilly
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

DIRECTORS AND OFFICERS

DIRECTORS

Mr P Moh
Mr S Azeem
Mr T Tan

SECRETARY

Mr T Tan

REGISTERED OFFICE

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

AUDITORS

Baker Tilly
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

DIRECTORS' REPORT

The directors submit their report and the financial statements of A & P Computers Limited for the year ended 29 February 1996.

PRINCIPAL ACTIVITIES

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

RESULTS AND DIVIDENDS

The trading profit for the year after taxation was £214,985.

The directors do not recommend the payment of a final dividend. Interim dividends of £53,250 were paid.

DIRECTORS

The following directors have held office since 1 March 1995:-

Mr P Moh
Mr S Azeem

The following director was appointed on 1 December 1996:-

Mr T Tan

DIRECTORS' INTERESTS IN SHARES

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

	Ordinary shares of £1 each	
	29 February 1996	1 March 1995
Mr P Moh	2	2
Mr S Azeem	-	-

DIRECTORS' REPORT

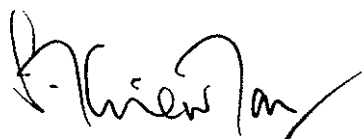
AUDITORS

Messrs Baker Tilly, Chartered Accountants were appointed as auditors during the year. A resolution to reappoint them will be put to the members at the annual general meeting.

SCHEDULE 8 EXEMPTIONS

Advantage has been taken in the preparation of the directors' report of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985. In the directors' opinion, the company is entitled to those exemptions as a small company.

By order of the board



Mrs S R Moh Mr. T. Tan

Secretary

24 Feb 1997

**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. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. 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 6 to 14.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 4 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 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



BAKER TILLY

Registered Auditor
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

24 February 1997

PROFIT AND LOSS ACCOUNT
for the year ended 29 February 1996

	Notes	1996	1995
TURNOVER	1	4,026,096	3,026,768
Cost of sales		(3,371,753)	(2,587,663)
Gross profit		<u>654,343</u>	<u>439,105</u>
Other operating expenses (net)	2	(352,093)	(281,724)
OPERATING PROFIT		<u>302,250</u>	<u>157,381</u>
Investment income	3	368	13
Interest payable		(5,826)	(2,445)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	<u>296,792</u>	<u>154,949</u>
Taxation		(81,807)	(40,656)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>214,985</u>	<u>114,293</u>
Dividends	6	53,250	41,600
RETAINED PROFIT FOR THE YEAR	13	<u>£ 161,735</u>	<u>£ 72,693</u>

The operating profit for the year arises from the company's continuing operations.

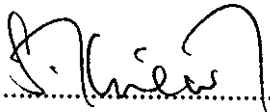
No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

BALANCE SHEET
29 February 1996

	Notes	1996	1995
FIXED ASSETS			
Tangible assets	7	48,684	38,033
CURRENT ASSETS			
Stocks		97,865	78,543
Debtors	8	700,186	470,645
Cash at bank and in hand		38,355	8,796
		<u>836,406</u>	<u>557,984</u>
CREDITORS			
Amounts falling due within one year	9	541,517	448,488
NET CURRENT ASSETS			
		<u>294,889</u>	<u>109,496</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>343,573</u>	<u>147,529</u>
CREDITORS			
Amounts falling due in more than one year	10	29,735	20,631
PROVISIONS FOR LIABILITIES AND CHARGES			
	11	44,952	19,747
		<u>£ 268,886</u>	<u>£ 107,151</u>
CAPITAL AND RESERVES			
Called up share capital	12	2	2
Profit and loss account	13	268,884	107,149
SHAREHOLDERS' FUNDS			
	14	<u>£ 268,886</u>	<u>£ 107,151</u>

Advantage is taken in the preparation of the financial statements of the special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985.

Approved by the board on 24 Feb 1997

..........Director

Financial statements for the year ended 29 February 1996**ACCOUNTING POLICIES**

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.

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 on a reducing balance basis, as follows:-

Fixtures and equipment	25%
Motor vehicles	25%

STOCKS AND WORK IN PROGRESS

Stocks are valued at the lower of cost and net realisable value. Cost of finished goods includes overheads appropriate to the stage of manufacture. Net realisable value is based upon estimated normal selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow-moving items.

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.

Financial statements for the year ended 29 February 1996

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.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 1996

**1. TURNOVER AND PROFIT ON ORDINARY
 ACTIVITIES BEFORE TAXATION**

The company's turnover and profit before taxation were all derived from its principal activity. Sales were all made in the United Kingdom.

	1996	1995
2. OTHER OPERATING EXPENSES (NET)		
Administration expenses	£ 352,093	£ 281,724
	<u> </u>	<u> </u>
3. INVESTMENT INCOME		
Other interest receivable	£ 368	£ 13
	<u> </u>	<u> </u>
4. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		
Profit on ordinary activities before taxation is stated after charging/(crediting):		
Depreciation and amounts written off tangible fixed assets:		
Charge for the year:		
owned assets	1,443	879
leased assets	13,926	11,654
Loss on disposals	2,253	931
Exchange losses	29	145
Operating lease rentals:		
Land and buildings	15,196	12,787
Auditors' remuneration	2,000	1,000
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 1996

	1996	1995	
5. DIRECTORS' REMUNERATION			
Emoluments (including pension contributions and benefits in kind)	£ 88,243	£ 38,874	
	<u> </u>	<u> </u>	
6. DIVIDENDS			
Ordinary:			
Interim paid - £26,625 (1995 - £20,800)	£ 53,250	£ 41,600	
	<u> </u>	<u> </u>	
7. TANGIBLE FIXED ASSETS			
	Fittings and equipment	Motor vehicles	TOTAL
Cost:			
1 March 1995	7,932	50,727	58,659
Additions	5,273	30,000	35,273
Disposals	-	(16,450)	(16,450)
29 February 1996	<u>13,205</u>	<u>64,277</u>	<u>77,482</u>
Depreciation:			
1 March 1995	4,859	15,767	20,626
Charge in the year	1,443	13,926	15,369
Disposals	-	(7,197)	(7,197)
29 February 1996	<u>6,302</u>	<u>22,496</u>	<u>28,798</u>
Net book value:			
29 February 1996	<u>6,903</u>	<u>41,781</u>	£ 48,684
28 February 1995	<u>3,073</u>	<u>34,960</u>	£ 38,033

The net book value of motor vehicles includes £41,781 (1995 - £34,960) in respect of assets held under finance leases.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 1996

	1996	1995
8. DEBTORS		
Due within one year:		
Trade debtors	657,104	470,525
Directors loan accounts	40,000	-
Other debtors	-	120
Prepayments	3,082	-
	<u>£ 700,186</u>	<u>£ 470,645</u>

The directors' loan accounts relate to the following:

P Moh	20,000
S Azeem	20,000
	<u>£ 40,000</u>

The above are the maximum amounts outstanding during the year which were fully repaid after the year end.

	1996	1995
9. CREDITORS		
Amounts falling due within one year:		
Trade creditors	375,238	375,710
Corporation tax	70,937	33,176
Other taxation and social security costs	73,493	19,511
Other creditors	-	3,696
Accruals and deferred income	10,325	4,243
Obligations under finance leases	11,524	12,152
	<u>£ 541,517</u>	<u>£ 448,488</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 1996

	1996	1995
10. CREDITORS		
Amounts falling due in more than one year:		
Obligations under finance leases:		
between 2 and 5 years	£ 29,735	£ 20,631
	<u> </u>	<u> </u>

11. PROVISIONS FOR LIABILITIES AND CHARGES

Warranty claims provision	£ 44,952	£ 19,747
	<u> </u>	<u> </u>

Deferred taxation

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

	Amount provided		Unprovided asset	
	1996	1995	1996	1995
Accelerated depreciation over capital allowances	-	-	2,674	1,204
	<u>£ -</u>	<u>£ -</u>	<u>£ 2,674</u>	<u>£ 1,204</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

	1996	1995
12. 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>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 29 February 1996

	1996	1995
13. PROFIT AND LOSS ACCOUNT		
1 March 1995	107,149	34,456
Profit for the year	161,735	72,693
29 February 1996	<u>£ 268,884</u>	<u>£ 107,149</u>
14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
Profit for the financial year	161,735	72,693
Opening shareholders' funds	107,151	34,458
Closing shareholders' funds	<u>£ 268,886</u>	<u>£ 107,151</u>
15. COMMITMENTS UNDER OPERATING LEASES		
At 29 February 1996 the company had annual commitments under non-cancellable operating leases as follows:		
Land and buildings:		
expiring after 5 years	<u>£ 45,000</u>	<u>£ -</u>