

Company Registration No. 2588960 (England and Wales)

**LINKSTATE LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 1998**



# LINKSTATE LIMITED

## COMPANY INFORMATION

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**Directors**

J H Harris  
G R Pruden  
J C Dowthwaite  
S J Williams

**Secretary**

J Williams

**Company number**

2588960

**Registered office**

Sixth Floor  
1 Heathcock Court  
415 Strand  
London WC2R 0NS

**Auditors**

Morley & Scott  
Edinburgh House  
43-51 Windsor Road  
Slough  
Berkshire  
SL1 2HL

**Business address**

Sixth Floor  
1 Heathcock Court  
415 Strand  
London WC2R 0NS

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# LINKSTATE LIMITED

## CONTENTS

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	Page
Directors' report	1 - 2
Auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 8

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# LINKSTATE LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 1998

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The directors present their report and financial statements for the year ended 31 March 1998.

### Principal activities

The principal activity of the company was that of the design and implementation of computer systems and I.T. facilities management. Since the year end the company has ceased its trading activities.

### Year 2000 Compliance

The directors have not yet completed their assessment of the potential risks to the company's activities arising from the Year 2000 date change.

### Directors

The following directors have held office since 1 April 1997:

J H Harris  
G R Pruden  
J C Dowthwaite  
S J Williams

### Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	31 March 1998	1 April 1997
J H Harris	-	-
G R Pruden	-	-
J C Dowthwaite	-	-
S J Williams	-	-

### Auditors

Morley & Scott were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

# LINKSTATE LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 1998

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### Directors' responsibilities

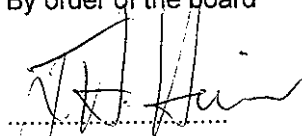
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

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

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

By order of the board



J H Harris  
Director

4/10/98

# LINKSTATE LIMITED

## AUDITORS' REPORT TO THE SHAREHOLDERS OF LINKSTATE LIMITED

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We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

### Respective responsibilities of directors and auditors

As described on page 2 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 as at 31 March 1998 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

*Morley & Scott*

**Morley & Scott**

Chartered Accountants  
**Registered Auditor**

*8th December 1998*

Edinburgh House  
43-51 Windsor Road  
Slough  
Berkshire  
SL1 2HL

# LINKSTATE LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1998

	Notes	1998 £	1997 £
<b>Turnover</b>			
Continuing operations		-	-
Discontinued activities		83,585	215,615
		<u>83,585</u>	<u>215,615</u>
Cost of sales		(68,125)	(179,938)
<b>Gross profit</b>		<u>15,460</u>	<u>35,677</u>
Administrative expenses		(10,767)	(3,076)
<b>Operating profit</b>	<b>3</b>		
Continuing operations		-	-
Discontinued activities		4,693	32,601
		<u>4,693</u>	<u>32,601</u>
Other interest receivable and similar income	<b>4</b>	54	-
<b>Profit on ordinary activities before taxation</b>		<u>4,747</u>	<u>32,601</u>
Tax on profit on ordinary activities	<b>5</b>	(997)	(7,824)
<b>Profit on ordinary activities after taxation</b>		<u>3,750</u>	<u>24,777</u>
Dividends		(33,600)	-
<b>Retained (loss)/profit for the year</b>	<b>9</b>	<u>(29,850)</u>	<u>24,777</u>

There are no recognised gains and losses other than those passing through the profit and loss account.

# LINKSTATE LIMITED

## BALANCE SHEET AS AT 31 MARCH 1998

	Notes	1998 £	£	1997 £	£
<b>Current assets</b>					
Debtors	6	10,064		79,787	
Cash at bank and in hand		5,412		18,361	
		<u>15,476</u>		<u>98,148</u>	
<b>Creditors: amounts falling due within one year</b>	7	<u>(1,897)</u>		<u>(54,719)</u>	
<b>Total assets less current liabilities</b>			<u>13,579</u>		<u>43,429</u>
<b>Capital and reserves</b>					
Called up share capital	8		1,000		1,000
Profit and loss account	9		12,579		42,429
<b>Shareholders' funds - equity interests</b>	10		<u>13,579</u>		<u>43,429</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on .....

  
J H Harris  
Director

4/11/98



# LINKSTATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1998

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.3 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences 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 in the foreseeable future.

#### 1.4 Trading activities

Since the year end the company has ceased its trading activities.

### 2 Cost of sales and net operating expenses

	1998			1997		
	Continuing £	Discontinued £	Total £	Continuing £	Discontinued £	Total £
Cost of sales	-	68,125	68,125	-	179,938	179,938
Administrative expenses	-	10,767	10,767	-	3,076	3,076
	-	78,892	78,892	-	183,014	183,014

### 3 Operating profit

Operating profit is stated after charging:

Auditors' remuneration

1998 £	1997 £
950	800

### 4 Other interest receivable and similar income

Bank interest

1998 £	1997 £
54	-

### 5 Taxation

U.K. current year taxation

U.K. corporation tax at 21% (1997 - 24%)

1998 £	1997 £
997	7,824

# LINKSTATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1998

6 Debtors	1998	1997
	£	£
Trade debtors	-	45,091
Amounts owed by group undertakings and undertakings in which the company has a participating interest	-	16,356
Other debtors	10,064	18,340
	<u>10,064</u>	<u>79,787</u>
7 Creditors: amounts falling due within one year	1998	1997
	£	£
Trade creditors	-	10,730
Amounts owed to group undertakings and undertakings in which the company has a participating interest	-	14,793
Taxation and social security	997	12,985
Other creditors	900	16,211
	<u>1,897</u>	<u>54,719</u>
8 Share capital	1998	1997
	£	£
<b>Authorised</b>		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
9 Statement of movements on profit and loss account	Profit and loss account	
	£	
Balance at 1 April 1997		42,429
Retained loss for the year		(29,850)
		<u>12,579</u>
Balance at 31 March 1998		

# LINKSTATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1998

10 Reconciliation of movements in shareholders' funds	1998 £	1997 £
Profit for the financial year	3,750	24,777
Dividends	(33,600)	-
	<hr/>	<hr/>
Net (depletion in)/addition to shareholders' funds	(29,850)	24,777
Opening shareholders' funds	43,429	18,652
	<hr/>	<hr/>
Closing shareholders' funds	13,579	43,429
	<hr/>	<hr/>

### 11 Control

The company is a joint venture between The DMW Group Limited and European Technology Consultants Limited each of which has a 50% interest in the share capital of Linkstate Limited.

### 12 Related party transactions

During the year Linkstate Limited made purchases from The DMW Group Limited amounting to £3,760 and purchases from European Technology Consultants Limited of £12,675. There were no amounts due to either of these companies as at 31 March 1998. As at 31 March 1998 there was an amount due from The DMW Group Limited of £500 and also an amount due from European Technology Consultants Limited of £500.