

Company number 2614829

**ANOVAR LIMITED**

**Financial Statements  
30 September 1997**



**DIRECTOR'S REPORT**  
30 September 1997

The director submits her report and financial statements for the year ended 30 September 1997.

**PRINCIPAL ACTIVITIES**

During the year the company's principal activities related to the manufacture of computer hardware and software.

**RESULTS AND DIVIDENDS**

Details of the results for the year are shown in the profit and loss account and related notes.

Interim dividends of £5.00 per share were paid during the year.

**REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS**

The director is satisfied with the results for the year. It is expected that the company will continue to trade profitably in the future.

**DIRECTORS**

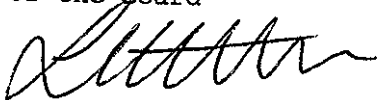
The director who served during the year together with her beneficial interests in the 25p ordinary shares of the company is as follows:-

At 30 September 1996 and  
30 September 1997

L G Standley

3,960

By Order of the Board



L G STANDLEY  
Director

16 December 1997

**PROFIT AND LOSS ACCOUNT**  
**Year ended 30 September 1997**

		1997	1996
	note	£	£
<b>TURNOVER</b>	2	291,464	478,004
Cost of sales		246,803	360,820
<b>GROSS PROFIT</b>		44,661	117,184
Administrative expenses		34,744	108,135
Operating profit		9,917	9,049
Interest payable	3	2,129	1,937
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAX</b>	4	7,788	7,112
Tax on profit on ordinary activities	6	3,515	2,682
<b>PROFIT FOR THE FINANCIAL YEAR</b>		4,273	4,430
Dividend	7	20,000	-
<b>RETAINED PROFIT/(DEFICIT) TRANSFERRED TO RESERVES</b>	14	(15,727)	4,430

There are no recognised gains or losses other than the profit for the year.

All activities derive from continuing operations.

**BALANCE SHEET**  
30 September 1997

	note	1997		1996	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	8		-		13,724
<b>CURRENT ASSETS</b>					
Stock	9	1,813		9,883	
Debtors	10	50,887		90,503	
Cash at bank and in hand		6,744		11,662	
		-----		-----	
		59,444		112,048	
<b>CREDITORS: amounts falling due within one year</b>	11	14,146		60,420	
		-----		-----	
<b>NET CURRENT ASSETS</b>			45,298		51,628
			-----		-----
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			45,298		65,352
<b>CREDITORS: amounts falling due in more than one year</b>	12		-		4,327
			-----		-----
			45,298		61,025
			=====		=====
<b>CAPITAL AND RESERVES</b>					
Called up share capital	13		1,000		1,000
Profit and loss account	14		44,298		60,025
			-----		-----
			45,298		61,025
			=====		=====

**DIRECTOR'S STATEMENT ON THE UNAUDITED ACCOUNTS**

For the year ended 30 September 1997 the company was entitled to exemption under sub-section (1) of Section 249A of the Companies Act 1985.

No notice has been deposited under Section 249B.2 in relation to the accounts for the financial year.

The director acknowledges her responsibility for:-

- Ensuring that the company keeps proper accounting records which comply with Section 221 of the Act; and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and the loss for the financial year in accordance with the requirements of Section 226 of the Act, and which otherwise comply with the requirements of this Act relating to accounts so far as applicable to the company.

Director  
L G STANDLEY

These financial statements were approved by the Board on 16 December 1997.

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 September 1997**

**1 ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

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

**STOCK**

Stock is stated at the lower of cost and net realisable value.

Cost has been calculated on the 'first in, first out' basis. Net realisable value comprises anticipated proceeds of sale less anticipated costs relating thereto.

**DEPRECIATION**

Tangible fixed assets are depreciated on a straight line basis over their estimated useful lives at the following rates:-

	Per annum
Computer equipment	33 1/3%
Office equipment, fixtures & fittings	20%
Motor vehicles	25%

**DEFERRED TAX**

Deferred tax, in respect of accelerated capital allowances and other timing differences, is provided under the liability method except where such timing differences are expected, with reasonable probability, to continue in the foreseeable future.

**CASH FLOW STATEMENT**

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds of its size.

**2 TURNOVER**

Turnover represents the total amount receivable in the ordinary course of business exclusive of VAT.

The turnover and pre-tax profit is attributable to one activity the manufacture of computer hardware and software.

**3 INTEREST PAYABLE**

	1997	1996
	£	£
On bank overdraft	-	459
On hire purchase contracts	1,562	1,360
On overdue corporation tax	567	118
	=====	=====
	2,129	1,937
	=====	=====

NOTES ON THE FINANCIAL STATEMENTS (continued)  
30 September 1997

4	<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAX:</b>		1997	1996
	is stated after charging:		£	£
	Depreciation of fixed assets		2,122	11,310
	Loss on sale of fixed assets		328	-
	Auditors' remuneration		-	1,700
	Directors' remuneration		8,520	12,200
			=====	=====
5	<b>STAFF COSTS</b>		1997	1996
			£	£
	Wages and salaries		16,070	53,517
	Employer's NIC		1,566	4,228
			=====	=====
			17,636	57,745
			=====	=====
	The average number of employees during the year was as follows			
	Selling & distribution		1	4
	Administration		1	2
			--	--
			2	6
			==	==
6	<b>TAX ON PROFIT ON ORDINARY ACTIVITIES</b>		1997	1996
			£	£
	The charge is based on the results for the year before tax and consists of:			
	Corporation tax payable		886	2,707
	Adjustment in respect of previous periods		2,629	(25)
			-----	-----
			3,515	2,682
			=====	=====
	There is no potential deferred tax liability.			
7	<b>DIVIDENDS</b>		1997	1996
	Interim dividends of £5.00 per share (1995: Nil)		20,000	-
			=====	=====
8	<b>TANGIBLE FIXED ASSETS</b>			
		Office equipment, fixtures & fittings	Computer equipment	Motor vehicles
				Total
	<b>COST</b>	£	£	£
	At 1 October 1996	4,467	29,819	18,897
	Additions	-	170	-
	Disposals	(4,467)	(29,989)	(18,897)
		-----	-----	-----
	As at 30 September 1997	-	-	-
		-----	-----	-----
	<b>ACCUMULATED DEPRECIATION</b>			
	At 1 October 1996	3,809	26,403	9,247
	Charge for the year	329	1,793	-
	On disposal	(4,138)	(28,196)	(9,247)
		-----	-----	-----
	At 30 September 1997	-	-	-
		-----	-----	-----
	<b>NET BOOK VALUE</b>			
	At 30 September 1997	-	-	-
		=====	=====	=====
	At 30 September 1996	658	3,416	9,650
		=====	=====	=====

NOTES ON THE FINANCIAL STATEMENTS (continued)  
30 September 1997

9	STOCK	1997 £	1996 £
	Goods held for resale	1,813 =====	9,883 =====
10	DEBTORS	1997 £	1996 £
	Trade debtors	44,236	84,566
	Prepayments	-	5,937
	Other debtors	6,651	-
		-----	-----
		50,887	90,503
		=====	=====
11	CREDITORS: amounts falling due within one year	1997 £	1996 £
	Trade creditors	26	29,986
	Corporation tax	4,198	4,552
	Accruals	100	12,960
	Other taxes and social security costs	-	2,440
	Director's loan account	550	550
	Hire purchase	-	2,239
	Other creditors	8,272	7,693
		-----	-----
		14,146	60,420
		=====	=====
12	CREDITORS: amounts falling due after more than one year	1997 £	1996 £
	Hire purchase	-	4,327
		=====	=====
13	SHARE CAPITAL	1997 £	1996 £
	Authorised, allotted, called up and fully paid 4,000 ordinary shares of 25p each	1,000 =====	1,000 =====
14	PROFIT AND LOSS ACCOUNT	£	
	As at 1 October 1996	60,025	
	Deficit for the year	(15,727)	
		-----	
	As at 30 September 1997	44,298 =====	

NOTES ON THE FINANCIAL STATEMENTS (continued)  
30 September 1997

15 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	1997	1996
	£	£
Profit for the year	4,273	4,430
Dividend	(20,000)	-
	-----	-----
Opening Shareholders' funds	(15,727)	4,430
	61,025	56,595
	-----	-----
Closing Shareholders' funds	45,298	61,025
	=====	=====

16 RELATED PARTY TRANSACTIONS

During the year in the ordinary course of business the company received goods and services from YACC and YACC Labs Limited, businesses in which Mrs L Standley has an interest, amounting to £Nil and £2,900 respectively and supplied goods and services to YACC and YACC Labs Limited amounting to £104,143 and £31,066 respectively.

All transactions are on normal commercial terms.



## ACCOUNTANTS' REPORT TO ANOVAR LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 September 1997, set out on pages 2 to 7, and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

O'BRIEN & CO  
Chartered Accountants  
31A Finkle Street  
Selby  
YO8 ODT

16 December 1997