

COMPUSPEECH LIMITED  
COMPANY REGISTRATION NUMBER : 2757290

DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 1999



**COMPUSPEECH LIMITED****DIRECTORS' REPORT**

The directors present their report and financial statements for the year ended 31<sup>st</sup> March 1999.

**PRINCIPAL ACTIVITIES**

The company's principal activity continues to be that of computer consultants.

**DIRECTORS AND THEIR INTERESTS**

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital at the beginning and at the end of the year were as follows:-

	<u>1999</u> Ordinary <u>Shares</u> £	<u>1998</u> Ordinary <u>Shares</u> £
C P Smith	1	1
Mrs S M Smith	1	1

These financial statements, which have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities, were approved on 4<sup>th</sup> September 1999 and are signed by order of the Board by:



S M SMITH  
Secretary

**COMPUSPEECH LIMITED****PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31<sup>st</sup> MARCH 1999**

	<u>Notes</u>	<u>1999</u> £	<u>1998</u> £
<b>TURNOVER</b>		19,809	10,026
Cost of sales		-	-
		-----	-----
<b>GROSS PROFIT</b>		19,809	10,026
Administrative expenses		6,195	3,853
		-----	-----
<b>OPERATING PROFIT BEFORE TAXATION</b>	2	13,614	6,173
<b>TAXATION</b>	3	2,872	1,299
		-----	-----
<b>PROFIT AFTER TAXATION</b>		10,742	4,874
Dividends	4	10,744	4,819
		-----	-----
<b>(DEFICIT)/RETAINED PROFIT FOR THE YEAR</b>		(2)	55
<b>RETAINED PROFIT BROUGHT FORWARD</b>		924	869
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<b>RETAINED PROFIT CARRIED FORWARD</b>		922	924
		===	===

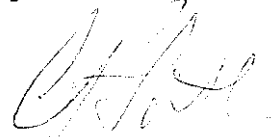
The notes on pages 5 to 7 form part of these financial statements

**COMPUSPEECH LIMITED****BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 1999**

	<u>Notes</u>	<u>1999</u>		<u>1998</u>
		£	£	£
<b>FIXED ASSETS</b>				
Tangible assets	5		510	710
<b>CURRENT ASSETS</b>				
Debtors	6	3,495		1,638
Cash at bank		2,386		450
		-----		-----
		5,881		2,088
<b>CREDITORS : amounts falling due</b>				
within one year	7	5,467		1,872
		-----		-----
<b>NET CURRENT ASSETS/(LIABILITIES)</b>			414	216
			---	---
<b>TOTAL ASSETS LESS CURRENT</b>			924	926
<b>LIABILITIES</b>			===	===
<b>CAPITAL AND RESERVES</b>				
Called up share capital	8		2	2
Reserves			922	924
			---	---
<b>SHAREHOLDERS' FUNDS</b>			924	926
			===	===

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit under Section 249(B)(2) of the Companies Act 1985. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for 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 of its profit for the year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

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 4<sup>th</sup> September 1999 and signed on its behalf.

  
 ..... C P SMITH (Director)

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

**COMPUSPEECH LIMITED****NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 1999****1 ACCOUNTING POLICIES****(a) Accounting convention**

The financial statements have been prepared under the historical cost convention and incorporate the results of the principal activities which are described in the directors' report, and which are continuing.

(b) The company qualifies as a small company under the Companies Act 1985. The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cashflow Statement.

**(c) Fixed assets**

The cost of fixed assets is written off in equal annual instalments over their expected useful lives as follows:-

Computer equipment - 20% per annum

**(d) 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 in the near future.

**2 OPERATING PROFIT**

	<u>1999</u>	<u>1998</u>
	£	£
This is stated after charging:-		
Depreciation of tangible fixed assets	200	200
Director's remuneration	4,561	2,759

**3 TAXATION**

	<u>1999</u>	<u>1998</u>
	£	£
Taxation based on profit for the year:-		
Corporation tax at 21%	2,872	1,299
	=====	=====

**4 DIVIDENDS**

The directors approved the payment of dividends of £5,372 per share, totalling £10,744 (1998 - £4,819).

Cont'd... ..

**COMPUSPEECH LIMITED****NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 1999 (CONTINUED)****5 TANGIBLE FIXED ASSETS**

	<u>Computer Equipment</u> £
<b>COST</b>	
At 1 <sup>st</sup> April 1998 and at 31 <sup>st</sup> March 1999	996
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<b>DEPRECIATION</b>	
At 1 <sup>st</sup> April 1998	286
Charge for year	200
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At 31 <sup>st</sup> March 1999	486
	===
<b>NET BOOK VALUE</b>	
At 31 <sup>st</sup> March 1999	510
	===
At 31 <sup>st</sup> March 1998	710
	===

**6 DEBTORS**

	<u>1999</u> £	<u>1998</u> £
Trade debtors	809	310
Director's loan account	-	123
Advance Corporation Tax recoverable	2,686	1,205
	-----	-----
	3,495	1,638
	=====	=====

The director's loan account was in respect of a loan of £123 to Mr C P Smith which was repaid in full during the year. The maximum amount outstanding during the year was £123.

**7 CREDITORS : amounts falling due  
within one year**

	<u>1999</u> £	<u>1998</u> £
Corporation tax	2,872	1,299
Accruals	390	350
ACT payable	1,176	72
Other taxes and Social Security	1,029	151
	-----	-----
	5,467	1,872
	=====	=====

COMPUSPEECH LIMITEDNOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 1999 (CONTINUED)

<b>8 SHARE CAPITAL</b>	<u>1999</u>	<u>1998</u>
	£	£
Authorised		
Ordinary shares of £1 each	100	100
	===	===
Allotted, called up and fully paid		
Ordinary shares of £1 each	2	2
	===	===

**9 CONTROL**

The company is under the control of the directors.