

INTEC FOR BUSINESS LIMITED

FINANCIAL STATEMENTS PERIOD FROM 7TH MARCH 1995 TO 31ST MARCH 1996

REGISTERED NUMBER: 3031768

**CHRIS ATKINS & CO
Certified Accountants
& Registered Auditor
Alaska Buildings
61 Grange Road
London SE1 3BH**



INTEC FOR BUSINESS LIMITED

DIRECTOR: Mr Stephen J Gregory

SECRETARY: Anna A Gregory

REGISTERED OFFICE: 34 Ashlands
Sale
Cheshire
M33 5PD

REGISTERED OFFICE: 3031768

AUDITORS: Chris Atkins & Co
Certified Accountants
Alaska Buildings
61 Grange Road
London SE1 3BH

STATUTORY CONTENTS:

1. Director's Report
2. Auditors' Report
3. Profit and Loss Account
4. Balance Sheet
5. Notes to the Accounts

INTEC FOR BUSINESS LIMITED

Page 1

DIRECTOR'S REPORT

The Directors have pleasure in submitting their Report, together with the audited financial statements of the company for the period from 7th March 1995 to 31st March 1996.

1. Principal Activity

The Principal Activity of the Company in the period under review was that of software development.

2. Review of Business

The company was formed on 7th March 1995 and started trading in April 1995. In the opinion of the Directors, the company was in a satisfactory position at the period end.

3. Results and Dividends

The profit for the year after taxation was £37,844. The Directors recommend the payment of a dividend of £15 per share.

4. Directors and Interests

The Director in office in the period and his interest in the Share Capital was as follows:

Mr Stephen J Gregory	<u>350</u>
----------------------	------------

5. Fixed Assets

Details of fixed assets acquired during the period are shown on page 8 of the Accounts.

6. Statement of Director's 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 him 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.

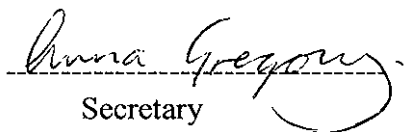
INTEC FOR BUSINESS LIMITED

Page 2

7. **Auditors**

The registered auditors, Messrs Chris Atkins & Co, will be proposed for re-appointment in accordance with Section 384 of the Companies Act 1985.

BY ORDER OF THE BOARD


Secretary

31 December 1996

INTEC FOR BUSINESS LIMITED

Page 3

AUDITORS REPORT **TO THE MEMBERS OF** **INTEC FOR BUSINESS LIMITED**

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Company's Director is 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 Director 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 31st March 1996 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



CHRIS ATKINS & CO
Certified Accountants
& Registered Auditor
Alaska Buildings
61 Grange Road
London SE1 3BH

31st December 1996

INTEC FOR BUSINESS LIMITED

Page 4

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31ST MARCH 1996

	<u>Notes</u>	<u>£</u>	<u>£</u>
TURNOVER			
TURNOVER - Continuing operations	2		532,461
COST OF SALES - Continuing operations			(354,911)
GROSS PROFIT			177,550
ADMINISTRATIVE EXPENSES			(123,335)
OPERATING PROFIT			54,215
OTHER OPERATING INCOME			<u>481</u>
			54,696
INTERST PAYABLE AND SIMILAR CHARGES	5		(3,136)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			51,560
TAXATION			(13,716)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			37,844
DIVIDENDS PROPOSED			(15,000)
RETAINED PROFIT FOR THE PERIOD			<u><u>22,844</u></u>

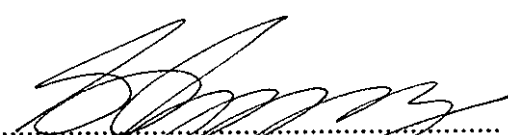
The company has no recognised gains or losses other than those included in the profits above, therefore no separate statement of total recognised gains and losses have been presented.

The notes on pages 6 to 7 form part of these financial statements.

INTEC FOR BUSINESS LIMITED

Page 5

BALANCE SHEET AS AT 31ST MARCH 1996

<u>FIXED ASSETS</u>	<u>Notes</u>	<u>£</u>	<u>£</u>
Tangible Assets	8		67,469
<u>CURRENT ASSETS</u>			
Debtors	9	90,905	
Other Debtors		18,631	
Cash at Bank and in Hand		<u>6,805</u>	
		116,341	
<u>LESS CREDITORS</u>			
Amount Falling Due Within One year	10	(132,240)	
Net Current Assets			(15,899)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			51,570
<u>LESS CREDITORS</u>			
Amounts Falling Due more than One year			(27,726)
			<u>23,844</u>
REPRESENTED BY:			
<u>SHARE CAPITAL AND RESERVE</u>			
Share Capital	12		1,000
Profit and Loss Account	13		<u>22,844</u>
			<u>23,844</u>
Approved By: 			
Mr Stephen J Gregory			
on 31st December 1996			

The notes on pages 8 to 9 form part of these financial statements

INTEC FOR BUSINESS LIMITED

Page 6

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 31ST MARCH 1996

1. **ACCOUNTING POLICES**

The financial statements have been prepared in accordance with statements of standard accounting practice issued by UK accounting bodies. The portion for accounting policies adopted are described below.

(a) **Accounting Convention**

The Accounts have been prepared under the Historical Cost Accounting Rules.

(b) **Turnover**

Turnover represents invoiced value of services rendered in the U.K., net of Value Added Tax.

(c) **Depreciation**

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Equipment, Fixtures and Fittings]	
Motor Vehicles] 25% per annum on the net book value

2. **TURNOVER**

The turnover is attributable to the principal activity of the Company and consists wholly of services rendered in the U.K.

3. **PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

The operating profit is stated after charging:	£
Staff Costs	317,121
Directors Remuneration	27,083
Auditors Remuneration	3,151
Depreciation	22,490
	<u><u> </u></u>

INTEC FOR BUSINESS LIMITED

Page 7

4. **PARTICULARS OF STAFF**

The average number of staff including directors employed by the company during the period amounted to 19.

The allocation of staff is as follows:-

Management and Administration	2
Operations	17

The aggregate costs of staff were **1996**
£

Wages and Salaries	287,467
Social Security Costs	29,654
	<u>317,121</u>

5. **INTEREST PAYABLE AND SIMILAR CHARGES** **1996** £

Bank Interest	2,526
HP Interest	610
	<u>3,136</u>

6. **TAXATION ON PROFIT ON ORDINARY ACTIVITIES**

The tax charge consisted of the following items:

	<u>1996</u> £
Current Year Corporation Tax at 25%	<u>13,716</u>

7. **DIVIDENDS** **1996** £

Proposed dividend of:

£15 per Class A shares	7,500
£15 per Class B Shares	<u>7,500</u>
Total Proposed dividends	<u>15,000</u>

INTEC FOR BUSINESS LIMITED

Page 8

8. TANGIBLE FIXED ASSETS

	<u>Motor Vehicles</u>	<u>Equipment Fixtures & Fittings</u>	<u>Total</u>
COST:	£	£	£
Additions	<u>21,400</u>	<u>68,559</u>	<u>89,959</u>
At 31 March 1996	<u>21,400</u>	<u>68,559</u>	<u>89,959</u>
DEPRECIATION:			
Charge for the period	<u>5,350</u>	<u>17,140</u>	<u>22,490</u>
At 31 March 1996	<u>5,350</u>	<u>17,140</u>	<u>22,490</u>
NET BOOK VALUE			
At 31 March 1996	<u>16,050</u>	<u>51,419</u>	<u>67,469</u>

9. DEBTORS: 1996 £

Trade Debtors	90,905
---------------	--------

10. CREDITORS: AMOUNT FALLING DUE WITHIN ONE YEAR

	<u>1996</u> £
BANK OVERDRAFT	38,638
CORPORATION TAX	13,716
OTHER TAXATION	19,155
SOCIAL SECURITY COSTS	36,566
OTHER CREDITORS	23,700
ACCRUALS	463
	<u>110,933</u>

11. CREDITORS: AMOUNT FALLING DUE AFTER MORE THAN ONE YEAR

	<u>1996</u> £
OTHER CREDITORS	10,726
DIRECTOR'S LOAN	17,000
	<u>27,726</u>

INTEC FOR BUSINESS LIMITED

Page 9

12.	<u>SHARE CAPITAL</u>	<u>1996</u>
		£
	Authorised - 1,000 Ordinary Shares of £ each	1,000
		<u> </u>
	Alloted, called up and fully paid	
	500 Ordinary Shares "A" of £1 each fully paid	500
	500 Ordinary Shares "B" of £1 each fully paid	<u>500</u>
		<u>1,000</u>
		<u> </u>

	MOVEMENT IN SHARE CAPITAL	<u>1996</u>
		£
	Shares issued during the year	<u>1,000</u>
	Carried forward at 31st March 1996	<u>1,000</u>

13.	<u>PROFIT AND LOSS ACCOUNT</u>	<u>1996</u>
	Retained profit for the year	<u>22,844</u>
	Carried forward at 31st March 1996	<u>22,844</u>

14.	<u>CLOSE COMPANY</u>
	The company is a close company as defined by the Income and Corporation Taxes Act 1988

15.	<u>RECONCILIATION OF SHAREHOLDER'S FUNDS</u>	<u>1996</u>
		£
	Profit for the financial year	22,844
	Issue of shares	1,000
		<u> </u>
	Shareholders' funds at 31st March 1996	<u>23,844</u>
		<u> </u>

16.	The company has adopted the requirements of the Financial Reporting Standard F.R.S.I. As a small company as defined by S247 of the Companies Act 1989, the company is exempted from producing a Cash Flow Statement.
-----	--