

Registration number 4302144

**SERVIGISTICS LIMITED**

**Abbreviated accounts**

**for the year ended 31 December 2003**



# **SERVIGISTICS LIMITED**

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**Independent auditors' report to SERVIGISTICS LIMITED**  
**under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 3 to 5 together with the financial statements of Servigistics Limited for the year ended 31 December 2003 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 2003, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

**Other information**

On 23 September 2004 we reported as auditors of Servigistics Limited to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 2003 and our audit report was as follows:

“ We have audited the financial statements of Servigistics Limited for the year ended 31 December 2003 which comprise the profit and loss account, the Balance Sheet, the statement of total recognised gains and losses and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

**Independent auditors' report to SERVIGISTICS LIMITED**  
**under Section 247B of the Companies Act 1985**

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors report and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with United Kingdom 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 December 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985"



**Stewart & Co.**  
**Chartered Accountants and**  
**Registered Auditor**

**23 September 2004**

**Knoll House**  
**Knoll Road**  
**Camberley**  
**Surrey**  
**GU15 3SY**

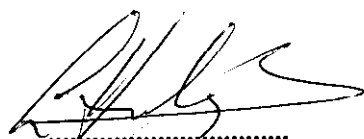
# SERVIGISTICS LIMITED

## Abbreviated balance sheet as at 31 December 2003

		2003		2002	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	2		574		2,230
<b>Current assets</b>					
Debtors		91,972		344,823	
Cash at bank and in hand		346,710		11,193	
		<u>438,682</u>		<u>356,016</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(171,445)</u>		<u>(366,104)</u>	
<b>Net current assets/(liabilities)</b>			<u>267,237</u>		<u>(10,088)</u>
<b>Total assets less current liabilities</b>			267,811		(7,858)
<b>Creditors: amounts falling due after more than one year</b>			(675,701)		(486,053)
<b>Deficiency of assets</b>			<u>(407,890)</u>		<u>(493,911)</u>
<b>Capital and reserves</b>					
Called up share capital	3		1		1
Profit and loss account			(407,891)		(493,912)
<b>Shareholders' funds - (deficit)</b>			<u>(407,890)</u>		<u>(493,911)</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 23 September 2004 and signed on its behalf by

  
.....  
**L.H. Morgans**  
**Director**

The notes on pages 4 to 5 form an integral part of these financial statements.

## **SERVIGISTICS LIMITED**

### **Notes to the abbreviated financial statements for the year ended 31 December 2003**

#### **1. Accounting policies**

##### **1.1. Accounting convention**

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

##### **1.2. Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year. The company's turnover is derived from three basic sources: (1) Software licencing on delivery and installation of the product; (2) Training and consultancy; (3) Maintenance and support. The revenue from software licencing is recognised on a percentage completion basis over the period of installation of the product. Consultancy and training revenue is recognised when the service has been performed. Revenue from maintenance and support is recognised evenly over the period covered by the agreement.

##### **1.3. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	- 50% straight line
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##### **1.4. Leasing**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

##### **1.5. Pensions**

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

##### **1.6. Deferred taxation**

Full provision is made for deferred taxation to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes. Deferred tax assets are recognised only to the extent that their recovery is substantially certain. Deferred tax assets and liabilities are not discounted.

##### **1.7. Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

# SERVIGISTICS LIMITED

## Notes to the abbreviated financial statements for the year ended 31 December 2003

2. Fixed assets	Tangible fixed assets £
<b>Cost</b>	
At 1 January 2003	3,630
At 31 December 2003	3,630
<b>Depreciation</b>	
At 1 January 2003	1,400
Charge for year	1,656
At 31 December 2003	3,056
<b>Net book values</b>	
At 31 December 2003	574
At 31 December 2002	2,230

3. Share capital	2003 £	2002 £
<b>Authorised</b>		
1,000 Ordinary shares of £1 each	1,000	1,000
<b>Allotted, called up and fully paid</b>		
1 Ordinary share of £1	1	1

### 4. Ultimate parent undertaking

The company is a wholly owned subsidiary of Servigistics Inc, a privately owned company incorporated in the USA. The company recognises Servigistics Inc as its ultimate parent undertaking.

### 5. Going concern

The balance sheet shows a deficit of shareholder's funds. However, the largest creditor is the parent undertaking and this undertaking has provided written confirmation that it will continue to provide financial support to the company. Therefore, the directors are satisfied that, for the foreseeable future, the company has the capacity to carry on trading as a going concern.

### 6. Related party transactions

The sum owed to the parent undertaking at the balance sheet date amounted to £675,701. Costs incurred, charged by the parent undertaking during the year amounted to £326,940.