

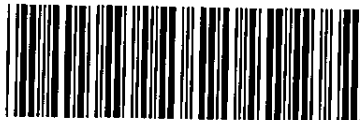
Company Registration No. NI066221 (Northern Ireland)

NISOFT HOLDINGS LTD

DIRECTORS' REPORT AND REVISED GROUP FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2011

THURSDAY



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COMPANIES HOUSE

NISOFT HOLDINGS LTD

DIRECTORS AND ADVISERS

Directors	Mr Douglas Deardorf Mr Colin Walsh Mr Henry Wilson
Secretary	Mr Ed Finnegan
Company number	NI066221
Registered office	7 Upper Crescent Belfast BT7 1NT
Registered auditors	Hanna Thompson Limited Century House Enterprise Crescent Ballinderry Road Lisburn Co. Antrim BT28 2BP
Business address	NiSoft House Ravenhill Business Park Ravenhill Road Belfast BT6 8AW
Solicitors	Tughan & Co Marlborough House Victoria Street Belfast

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 4
Consolidated profit and loss account	5
Statement of recognised gains and losses	6
Balance sheets	7
Notes to the revised financial statements	8 - 18

NISOFT HOLDINGS LTD

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2011

The directors present their report and revised financial statements for the year ended 31 March 2011.

Principal activities and review of the business

The principal activity of the company continued to be that of a holding company.

The principal activity of the group continued to be that of software development and sales to the international power generation, oil and gas, chemical mining and manufacturing industries.

Results and dividends

The consolidated profit and loss account for the year is set out on page 5.

Directors

The following directors have held office since 1 April 2010:

Mr Douglas Deardorf

Mr Colin Walsh

Mr Henry Wilson

Statement of directors' responsibilities

The directors are responsible for preparing the revised financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

NISOFT HOLDINGS LTD

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information.

Basis for preparing revised accounts

On 1 April 2011 a new operating company in Singapore (NiSoft Asia Pacific Pte Ltd) was formed. Revenue and expenses relating to the newly formed company were transferred from NiSoft (UK) Ltd to the new entity at that time. Prepaid annual software maintenance previously received from customers in the Asia Pacific region was assigned to the new entity on the 1 April 2011 based upon an apportionment schedule maintained in a spreadsheet which specifies the allocation of one twelfth of the annual fee per month for revenue recognition purposes. Within four weeks of lodging the financial statements for the year ended 31 March 2011 with Companies House, the Company discovered an error in the process whereby a portion of the transferred revenue had been recognized in both the Asia Pacific and European/Middle East/African regions. This was immediately reported to the auditors and it was decided to prepare revised accounts and lodge same with Companies House. A thorough review of related transactions, processes and financial controls confirms no other changes are required.

Small Company Exemptions

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



.....
Mr Colin Walsh

Director

.....31/01/12

NISOFT HOLDINGS LTD

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF NISOFT HOLDINGS LTD

We have audited the revised group and parent company financial statements (the "financial statements") of Nisoft Holdings Ltd for the year ended 31 March 2011 set out on pages 5 to 18. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditors' 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.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 1 - 2, the directors are responsible for the preparation of the revised financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the revised financial statements applicable to Smaller Entities:

- give a true and fair view of the state of the group's and parent company's affairs as at 31 March 2011 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the revised financial statements are prepared is consistent with the revised financial statements.

NISOFT HOLDINGS LTD

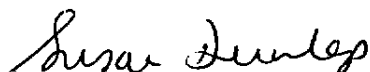
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF NISOFT HOLDINGS LTD

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company revised financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Ms. Susan Dunlop FCA (Senior Statutory Auditor)
for and on behalf of Hanna Thompson Limited

1 February 2012

Chartered Accountants
Statutory Auditor

Century House
Enterprise Crescent
Ballinderry Road
Lisburn
Co. Antrim
BT28 2BP

NISOFT HOLDINGS LTD

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2011

		2011	2010
	Notes	£	as restated £
Turnover	3	2,797,462	2,479,641
Administrative expenses		(2,492,117)	(2,184,121)
Other operating income		25,643	12,902
Operating profit	4	330,988	308,422
Other interest receivable and similar income		131	132
Interest payable and similar charges	6	(187,052)	(170,152)
Profit on ordinary activities before taxation		144,067	138,402
Tax on profit on ordinary activities	7	(11,780)	(84,698)
Profit on ordinary activities after taxation		132,287	53,704

The profit and loss account has been prepared on the basis that all operations are continuing operations.

The company has taken advantage of Section 408 of the Companies Act 2006 not to publish its own profit and loss account.

NISOFT HOLDINGS LTD**STATEMENT OF RECOGNISED GAINS AND LOSSES****FOR THE YEAR ENDED 31 MARCH 2011**

	2011	2010
	£	as restated £
Profit for the financial year	132,287	53,704
Currency translation differences on foreign currency net investments	661	16,429
Total recognised gains and losses relating to the year	132,948	70,133
Prior year adjustment	(194,197)	-
Total gains and losses recognised since last financial statements	<u>(61,249)</u>	<u>70,133</u>

NISOFT HOLDINGS LTD

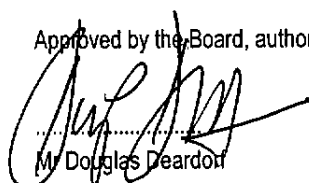
BALANCE SHEETS


AS AT 31 MARCH 2011

		Group 2011	2010 as restated	Company 2011	2010 as restated
	Notes	£	£	£	£
Fixed assets					
Intangible assets	9	3,084,505	3,267,665	-	-
Tangible assets	10	1,311,495	1,333,249	-	-
Investments	11	-	-	4,045,815	4,045,815
		<u>4,396,000</u>	<u>4,600,914</u>	<u>4,045,815</u>	<u>4,045,815</u>
Current assets					
Debtors	12	742,797	422,258	187,107	5,423
Cash at bank and in hand		267,093	451,488	442	-
		<u>1,009,890</u>	<u>873,746</u>	<u>187,549</u>	<u>5,423</u>
Creditors: amounts falling due within one year	13	<u>(1,313,968)</u>	<u>(1,344,712)</u>	<u>(671,294)</u>	<u>(402,454)</u>
Net current liabilities		<u>(304,078)</u>	<u>(470,966)</u>	<u>(483,745)</u>	<u>(397,031)</u>
Total assets less current liabilities		<u>4,091,922</u>	<u>4,129,948</u>	<u>3,562,070</u>	<u>3,648,784</u>
Creditors: amounts falling due after more than one year	14	<u>(3,888,737)</u>	<u>(4,061,176)</u>	<u>(3,252,933)</u>	<u>(3,334,197)</u>
Provisions for liabilities	16	<u>(4,152)</u>	<u>(2,687)</u>	<u>-</u>	<u>-</u>
		<u>199,033</u>	<u>66,085</u>	<u>309,137</u>	<u>314,587</u>
Capital and reserves					
Called up share capital	17	280,000	280,000	280,000	280,000
Profit and loss account	18	(80,967)	(213,915)	29,137	34,587
Shareholders' funds	19	<u>199,033</u>	<u>66,085</u>	<u>309,137</u>	<u>314,587</u>

These revised financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board, authorised for issue on 31/01/12 and signed on their behalf by


Mr Douglas Deardon
Director


Mr Colin Walsh
Director

Company Registration No. NI066221

1 Accounting policies

1.1 Accounting convention

The revised financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 31 March 2011. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.4 Turnover

On contracts involving a combination of products and services, revenue is recognised separately on each deliverable in accordance with the policy below.

Revenue from licence sales is recognised upon delivery to the customer where there are no significant vendor obligations remaining following delivery. In instances where significant vendor obligations exist beyond the point of delivery and implementation, revenue recognition is delayed until the obligations have been satisfied.

Revenue from associated professional services, such as configuration services, modification services, training and consultancy, is recognised when the services are performed, where the period over which the services are delivered is short and no significant vendor obligations exist beyond the point of customer acceptance. Where significant vendor obligations exist beyond the point of customer acceptance then revenue in respect of professional services is recognised over the life of the contract.

Revenue from software maintenance and support contracts is credited to the Profit and Loss Account over the period to which the contract relates. Costs associated with these contracts are expensed as incurred.

1.5 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of twenty years.

1.6 Intellectual property

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the asset's useful economic life of twenty years.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold buildings	2% Straight Line
Plant and machinery	33.33% Straight Line
Fixtures, fittings & equipment	25% Straight Line

1.8 Leasing

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

1.9 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1 Accounting policies (continued)

1.10 Pensions

The group contributes to the personal pension schemes of certain employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.11 Foreign currency translation

Group

The financial statements of foreign subsidiary undertakings are translated at the rate ruling at the balance sheet date. The exchange difference arising on the retranslation of the opening net assets is taken directly to reserves.

Company

Assets and liabilities expressed in foreign currencies are translated to sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Gains or losses arising through these conversions are included in operating profit.

1.12 Government grants

Grants towards capital expenditure are credited to deferred revenue and released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

1.13 Taxation

Corporation tax is provided for on the results for the year.

Tax deferred as a result of timing differences between accounting and taxation profits is provided for in full in respect of deferred tax liabilities. Such provisions or recognition is made at the taxation rates at which the differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised to the extent that they are regarded as recoverable.

2 Revised financial statements

The revised financial statements of NiSoft Holdings Limited for the year ended 31 March 2011 have been prepared under s454 of the Companies Act 2006 and replace the original financial statements. These revised financial statements are now the statutory accounts for the year ended 31 March 2011. The original financial statements did not comply with the Companies Act 2006 as they did not give a true and fair view of the state of the group's affairs as at 31 March 2011. An adjustment has been made to correct deferred income. The effect of the adjustment is to decrease turnover by £209,691, decrease the corporation tax charge by £60,463, increase the deferred income creditor by £209,691 and decrease the corporation tax liability by £60,463.

3 Turnover

In the year to 31 March 2011 80.00% (2010 - 74.42%) of the group's turnover was to markets outside the United Kingdom.

NISOFT HOLDINGS LTD

NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

4	Operating profit	2011	2010
		£	£
	Operating profit is stated after charging:		
	Amortisation of intangible assets	183,160	183,160
	Depreciation of tangible assets	41,871	33,501
	Operating lease rentals		
	- Plant and machinery	2,776	4,615
	- Other assets	51,788	48,443
	Directors' remuneration	161,191	157,207
	and after crediting:		
	Government grants	25,643	12,902
		<u>25,643</u>	<u>12,902</u>
5	Pension and other post-retirement benefit commitments		
	Defined contribution		
		2011	2010
		£	£
	Contributions payable by the group for the year	13,920	10,488
	Contributions payable to the fund at the year end and included in creditors	(2,877)	(2,567)
		<u>13,920</u>	<u>10,488</u>
6	Interest payable	2011	2010
		£	£
	On bank loans and overdrafts	14,994	7,261
	Other interest	172,058	162,891
		<u>187,052</u>	<u>170,152</u>
7	Taxation	2011	2010
		£	£
	Domestic current year tax		
	U.K. corporation tax	56,797	83,173
	Adjustment for prior years	(46,482)	-
	Total current tax	<u>10,315</u>	<u>83,173</u>
	Deferred tax		
	Origination and reversal of timing differences	1,465	1,525
		<u>11,780</u>	<u>84,698</u>

NISOFT HOLDINGS LTD

NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

8 Loss for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The loss for the financial year is made up as follows:

	2011 £	2010 as restated £
Holding company's loss for the financial year	(5,450)	(191,783)

9 Intangible fixed assets
Group

	Intellectual property £	Goodwill £	Total £
Cost			
At 1 April 2010 & at 31 March 2011	240,000	3,423,195	3,663,195
Amortisation			
At 1 April 2010	96,000	299,530	395,530
Charge for the year	12,000	171,160	183,160
At 31 March 2011	108,000	470,690	578,690
Net book value			
At 31 March 2011	132,000	2,952,505	3,084,505
At 31 March 2010	144,000	3,123,665	3,267,665

NISOFT HOLDINGS LTD

NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

10 Tangible fixed assets

Group

	Freehold buildings	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 April 2010	1,361,100	39,613	111,885	1,512,598
Exchange differences	-	-	(1,461)	(1,461)
Additions	-	9,155	10,607	19,762
	<u>1,361,100</u>	<u>48,768</u>	<u>121,031</u>	<u>1,530,899</u>
At 31 March 2011				
Depreciation				
At 1 April 2010	47,637	30,658	100,285	178,580
Exchange differences	-	-	(949)	(949)
Charge for the year	27,222	8,300	6,251	41,773
	<u>74,859</u>	<u>38,958</u>	<u>105,587</u>	<u>219,404</u>
At 31 March 2011				
Net book value				
At 31 March 2011	<u>1,286,241</u>	<u>9,810</u>	<u>15,444</u>	<u>1,311,495</u>
At 31 March 2010	<u>1,313,463</u>	<u>8,955</u>	<u>10,831</u>	<u>1,333,249</u>

11 Fixed asset investments

Company	Shares in group undertakings
	£
Cost	
At 1 April 2010 & at 31 March 2011	4,045,815
Net book value	
At 31 March 2011	4,045,815
At 31 March 2010	4,045,815

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
NiSoft (UK) Limited	Northern Ireland	Ordinary	100
NiSoft (USA) Limited	Northern Ireland	Ordinary	100
NiSoft LLC	USA	n/a	100

The principal activity of these undertakings for the last relevant financial year was as follows:

	Principal activity
NiSoft (UK) Limited	Software development
NiSoft (USA) Limited	Dormant company
NiSoft LLC	Software development

NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

12 Debtors

	Group 2011	2010 as restated	Company 2011	2010 as restated
	£	£	£	£
Trade debtors	607,730	325,536	-	-
Corporation tax	71,249	-	-	-
Other debtors	14,100	-	-	-
Prepayments and accrued income	49,718	96,722	187,107	5,423
	<u>742,797</u>	<u>422,258</u>	<u>187,107</u>	<u>5,423</u>

13 Creditors : amounts falling due within one year

	Group 2011	2010 as restated	Company 2011	2010 as restated
	£	£	£	£
Bank loans and overdrafts	279,080	275,966	-	5,034
Trade creditors	13,793	29,214	-	-
Amounts owed to group undertakings	-	-	660,234	396,282
Corporation tax	20,936	140,654	-	-
Taxes and social security costs	64,444	40,081	-	-
Other creditors	2,841	4,767	-	-
Accruals and deferred income	932,874	854,030	11,060	1,138
	<u>1,313,968</u>	<u>1,344,712</u>	<u>671,294</u>	<u>402,454</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

Bank loans and overdrafts	<u>279,080</u>	<u>275,966</u>	<u>-</u>	<u>5,034</u>
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NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

14 Creditors : amounts falling due after more than one year

	Group 2011 £	2010 as restated £	Company 2011 £	2010 as restated £
Bank loans	635,804	726,979	-	-
Unsecured loan notes	2,940,000	3,140,000	2,940,000	3,140,000
Amounts due to related party	312,933	194,197	312,933	194,197
	<u>3,888,737</u>	<u>4,061,176</u>	<u>3,252,933</u>	<u>3,334,197</u>
Installments not due within five years	<u>257,065</u>	<u>263,703</u>	<u>-</u>	<u>-</u>

The following liabilities disclosed under creditors due after more than one year are secured by the company:

Bank loans	<u>635,804</u>	<u>726,979</u>	<u>-</u>	<u>-</u>
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Unsecured loan notes comprise the following loan notes of £1 each which mature on 6 June 2013:

Series A £1,200,000 (2010: £1,200,000)

Series B £450,000 (2010: £550,000)

Series C £nil (2010: £100,000)

At the maturity date, the loan notes may be redeemed at par value, plus any accrued interest.

Interest accrues on a daily basis on the principal amount of the loan notes as follows:

Series A - Bank of England base rate plus 1.5%

Series B - Bank of England base rate plus 4%

Series D - 8%

15 Share-based payments

During the year ended 31 March 2011, the group operated an Enterprise Management Incentive Scheme share option plan, under which 204,000 options have been granted to 25 employees at an exercise price of 10p. The options can be exercised at any time between 1 April 2010 and 1 April 2013 and are subject to performance conditions imposed by the company.

NISOFT HOLDINGS LTD

NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

16 Provisions for liabilities

Group

Deferred
taxation

£

Balance at 1 April 2010

2,687

Profit and loss account

1,465

Balance at 31 March 2011

4,152

	Group 2011	2010 as restated	Company 2011	2010 as restated
	£	£	£	£
Accelerated capital allowances	4,152	2,687	-	-

17 Share capital

2011

2010

£

£

Allotted, called up and fully paid

2,800,000 Ordinary A Shares of each

280,000

280,000

NISOFT HOLDINGS LTD

NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

**18 Statement of movements on profit and loss account
Group**

	Profit and loss account £
Balance at 1 April 2010	(19,718)
Prior year adjustment	(194,197)
	<hr/>
Balance at 1 April 2010 as restated	(213,915)
Profit for the year	132,287
Foreign currency translation differences	661
	<hr/>
Balance at 31 March 2011	(80,967)
	<hr/>

Company

	Profit and loss account £
Balance at 1 April 2010	228,784
Prior year adjustment	(194,197)
	<hr/>
Balance at 1 April 2010 as restated	34,587
Loss for the year	(5,450)
	<hr/>
Balance at 31 March 2011	29,137
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A prior year adjustment has been made to correctly reflect interest accruing in relation to Series D Unsecured loan notes issued under the terms of the Loan Note Instrument. No interest was previously accounted for in relation to these loan notes.

The prior year adjustment has resulted in an increased charge for other loan interest of £109,941 being recognised in the profit and loss account for the year ended 31 March 2010, increasing amounts due to a related party falling due after more than one year at the 31 March 2010 by £194,197 and decreasing the profit and loss reserve as at 31 March 2010 by £194,197, from a deficit of £19,718 to a deficit of £213,915.

NISOFT HOLDINGS LTD

NOTES TO THE REVISED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

19 Reconciliation of movements in shareholders' funds	2011	2010
Group		as restated
	£	£
Profit for the financial year	132,287	53,704
Other recognised gains and losses	661	16,429
	<hr/>	<hr/>
Net addition to shareholders' funds	132,948	70,133
Opening shareholders' funds	66,085	(4,048)
	<hr/>	<hr/>
Closing shareholders' funds	199,033	66,085
	<hr/>	<hr/>

20 Financial commitments

At 31 March 2011 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2011	2010
	£	£
Expiry date:		
Within one year	-	7,677
Between two and five years	32,160	23,163
	<hr/>	<hr/>
	32,160	30,840
	<hr/>	<hr/>

21 Related party relationships and transactions

Company

The company was under the control of Crescent Capital II LP, throughout the year.

(i) Crescent Capital II LP

During the year Crescent Capital II LP recharged administration fees and other expenses totalling £15,015 (2010: £15,058) to NiSoft Holdings Limited. At the balance sheet date there were amounts payable to Crescent Capital II LP in relation to these expenses of £4,500 (2010: £nil).

Crescent Capital II LP holds £1,290,000 (2010: £1,290,000) Series D unsecured loan notes in the company. Interest accrues on these loan notes at 8% per annum. During the year interest of £118,736 (2010: £109,941) accrued on the loan notes.

Included within creditors falling due after more than one year is an amount of £312,933 (2010: £194,197) payable to Crescent Capital II LP in relation to unpaid interest accrued on the Series D loan notes.