

CUEBYTE LIMITED
FINANCIAL STATEMENTS

28 FEBRUARY, 1997

Registered number: 135708

HOUSTON ROONEY
CHARTERED ACCOUNTANTS
Glasgow



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FINANCIAL STATEMENTS

28 February, 1997

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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COMPANY INFORMATION

28 February, 1997

COMPANY NUMBER	135708
DATE OF INCORPORATION	20 December, 1991
DIRECTOR	D. Young
SECRETARY	S. Smith
REGISTERED OFFICE	27 Third Avenue Auchinloch Kirkintilloch Glasgow, G66 5EB
BANKERS	Clydesdale Bank Plc 110 Cowgate Kirkintilloch Glasgow G66 1JU Nationwide Building Society 106 Buchanan Street Glasgow G1 2NB
ACCOUNTANTS	Houston Rooney Chartered Accountants Second Floor 82 Mitchell Street Glasgow G1 3NA

DIRECTOR'S REPORT

28 February, 1997

The director presents his report and the financial statements for the year ended 28 February, 1997.

Principal activity

The principal activity of the company was that of computer consultancy.

Director

The director of the company during the year and his interest in the shares of the company were as follows

	28 February, 1997 Ordinary shares	1 March, 1996 Ordinary shares
D. Young	75	75

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

On behalf of the board

S. Smith

S. Smith
Secretary

27 Third Avenue
Auchinloch
Kirkintilloch
Glasgow, G66 5EB

14 May, 1997

CUEBYTE LIMITED

ACCOUNTANTS' REPORT

In accordance with instructions given to us we have prepared financial statements for the company for the year ended 28 February, 1997 according to the accounting provisions of the Companies Act 1985. The director of the company has confirmed that the company is totally exempt from the audit requirement under the provisions of subsection 1 of section 249A of the Companies Act 1985, and as a result we have not carried out an audit. The financial statements on pages 4 to 8 are therefore based on the information shown in the accounting records and on the information supplied and explanations given to us by the director.



Glasgow
14 May, 1997

Houston Rooney
Chartered Accountants

PROFIT AND LOSS ACCOUNT

for the year ended 28 February, 1997

	Note	1997 £	1996 £
Turnover	2	42,138	33,671
Net operating expenses			
Administrative expenses		(18,125)	(18,355)
Operating profit	3	24,013	15,316
Investment income		267	346
Profit on ordinary activities before taxation		24,280	15,662
Taxation	5	(5,966)	(4,027)
Profit on ordinary activities after taxation		18,314	11,635
Dividends		(18,200)	(11,600)
Retained profit for the year		114	35
Statement of retained earnings			
Retained profit for the year		114	35
Reserves brought forward		75	40
Reserves carried forward		189	75

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 1997 or 1996 other than the profit for the year.

BALANCE SHEET

at 28 February, 1997

	Note	£	1997 £	£	1996 £
Fixed assets					
Tangible assets	6		776		1,883
Current assets					
Debtors	7	4,564		9,413	
Cash at bank and in hand		23,930		10,142	
		<u>28,494</u>		<u>19,555</u>	
Creditors: amounts becoming due and payable within one year	8	(28,981)		(21,263)	
Net current liabilities			(487)		(1,708)
Total assets less current liabilities			<u>289</u>		<u>175</u>
Capital and reserves					
Called up share capital	9		100		100
Reserves			189		75
Total shareholders' funds	10		<u>289</u>		<u>175</u>

The director considers that for the year ended 28 February, 1997 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 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 of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The director has taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 4 to 8 were approved by the director on 14 May, 1997.



D. Young
Director

NOTES ON FINANCIAL STATEMENTS

28 February, 1997

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Computer equipment	33.33% straight line
Motor vehicles	25% straight line
Office equipment	20% straight line

Pensions**Defined contribution scheme**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities stated net of value added tax.

3 Operating profit

	1997 £	1996 £
Operating profit is stated after charging		
Depreciation of tangible fixed assets (note 6)		
owned assets	1,107	1,268

4 Directors

	1997 £	1996 £
Director's remuneration	10,893	10,794
Director's national insurance	1,225	845
Director's pension costs	1,740	1,741
	13,858	13,380

NOTES ON FINANCIAL STATEMENTS

28 February, 1997

5 Taxation

	1997 £	1996 £
Corporation tax on profit on ordinary activities at 25/24% (1996 25%)	5,966	4,027

6 Tangible fixed assets

	Motor Vehicle £	Computer Equipment £	Office Equipment £	Total £
Cost or valuation				
1 March, 1996 and 28 February, 1997	3,000	1,909	206	5,115
Depreciation				
1 March, 1996	1,500	1,594	138	3,232
Charge for year	750	315	42	1,107
28 February, 1997	2,250	1,909	180	4,339
Net book amount				
28 February, 1997	750	-	26	776
1 March, 1996	1,500	315	68	1,883

7 Debtors

	1997 £	1996 £
Amounts falling due within one year		
Trade debtors	4,382	9,248
Prepayments	182	165
	4,564	9,413

NOTES ON FINANCIAL STATEMENTS

28 February, 1997

8 Creditors: amounts becoming due and payable within one year

	1997 £	1996 £
Sundry creditors and accruals	120	-
VAT	2,583	2,018
PAYE and national insurance	612	618
Advance corporation tax	4,550	2,900
Corporation tax	1,416	1,127
Director's loan account	15,150	11,700
Other creditors	4,550	2,900
	<u>28,981</u>	<u>21,263</u>

9 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

10 Reconciliation of movements in shareholders' funds

	1997 £	1996 £
Profit for the financial year	18,314	11,635
Dividends	<u>(18,200)</u>	<u>(11,600)</u>
	114	35
Opening shareholders' funds	<u>175</u>	<u>40</u>
Closing shareholders' funds	<u>289</u>	<u>175</u>