

Company Registration No. 02056185 (England and Wales)

ESPERUS SOFTWARE LTD
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2003



ESPERUS SOFTWARE LTD

COMPANY INFORMATION

Directors

M Pavlou
Y. M. Kanarya

Secretary

M Pavlou

Company number

02056185

Registered office

Southgate Office Village
288 Chase Road
Southgate
London
N14 6HF

Accountants

Aspil & Co
122 St. Pancras Way
London
NW1 9NB

Business address

Southgate Office Village
288 Chase Road
Southgate
London
N14 6HF

ESPERUS SOFTWARE LTD

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ESPERUS SOFTWARE LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2003

The directors present their report and financial statements for the year ended 31 March 2003.

Principal activities

The principal activity of the company continued to be that of development and sale of software packages and computer equipment.

Directors

The following directors have held office since 1 April 2002:

M Pavlou
Y.M Kanarya

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary of £1 each	
	31 March 2003	1 April 2002
M Pavlou	30	30
Y Kanarya	30	30

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



M Pavlou
Secretary
June 2003

ESPERUS SOFTWARE LTD

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF ESPERUS SOFTWARE LTD

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 2003 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Aspil & 11/12/03

Aspil & Co

Accountants

June 2003

**122 St. Pancras Way
London
NW1 9NB**

ESPERUS SOFTWARE LTD

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2003

	Notes	2003 £	2002 £
Turnover		248,681	302,540
Cost of sales		178,364	56,766
Gross profit		<u>70,317</u>	<u>245,774</u>
Other income		1	1
		<u>70,318</u>	<u>245,775</u>
Administrative expenses		39,664	203,663
Operating loss/profit	2	<u>30,654</u>	<u>42,112</u>
Interest payable and similar charges		1,173	1,642
Loss/profit on ordinary activities before taxation		<u>29,481</u>	<u>40,470</u>
Tax on loss/profit on ordinary activities	3	4,748	8,241
Loss/profit on ordinary activities after taxation		<u>24,733</u>	<u>32,229</u>
Dividends		39,170	4,000
Retained profit		<u>(14,437)</u> =====	<u>28,229</u> =====

ESPERUS SOFTWARE LTD

BALANCE SHEET AS AT 31 MARCH 2003

	Notes	£	2003 £	£	2002 £
Fixed assets					
Tangible assets	4		9,623		12,164
Current assets					
Debtors	5	68,042		83,226	
Cash at bank and in hand		21,345		28,754	
		<u>89,387</u>		<u>111,980</u>	
Creditors: amounts falling due within one year	6	(72,897)		(83,594)	
Net current assets/liabilities			<u>16,490</u>		<u>28,386</u>
			<u>26,113</u>		<u>40,550</u>
Creditors: amounts falling due after more than one year			-		-
			<u>26,113</u>		<u>40,550</u>
Capital and reserves					
Called up share capital	7		100		100
Profit and loss account	8		26,013		40,450
Shareholders' funds	9		<u>26,113</u>		<u>40,550</u>

In preparing these financial statements.

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985:
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985 and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 this Act relating to accounts so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board in June 2003.

Y.M. Kanarya
Director

Y.M. Kanarya

ESPERUS SOFTWARE LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003

1. Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

1.2 Turnover

Turnover represents amounts invoiced during the year, net of value added tax.

1.3 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:

Plant and machinery	25% per annum of cost
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2 Operating profit

	2003 £	2002 £
Operating profit is stated after charging:		
Depreciation of tangible assets	2,541	3,388
Directors' emoluments	6,875	55,000
	=====	=====

ESPERUS SOFTWARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

3 Taxation	2003 £	2002 £
Current tax charge	4,748	8,241
	<u>4,748</u>	<u>8,241</u>
	=====	=====

4 Tangible fixed assets

	Lease £	Plant and Machinery £	Total £
Cost			
At 1 April 2002	2000	32,077	34,077
Additions	-	-	-
Disposals	-	-	-
	<u>2000</u>	<u>32,077</u>	<u>34,077</u>
At 31 March 2003	<u>2000</u>	<u>32,077</u>	<u>34,077</u>
	=====	=====	=====
Depreciation			
At 1 April 2002	-	21,913	21,913
Charge for the year	-	2,541	2,541
	<u>-</u>	<u>21,913</u>	<u>21,913</u>
At 30 April 2003	<u>-</u>	<u>24,454</u>	<u>24,454</u>
	=====	=====	=====
Net book value			
At 30 April 2003	<u>2,000</u>	<u>7,623</u>	<u>9,623</u>
	=====	=====	=====
At 31 March 2002	<u>2,000</u>	<u>10,164</u>	<u>12,164</u>
	=====	=====	=====

ESPERUS SOFTWARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

5 Debtors	2003 £	2002 £
Trade debtors	68,042	83,226
	<u>68,042</u>	<u>83,226</u>
	=====	=====

6 Creditors: amounts falling due within one year	2003 £	2002 £
Trade creditors	17,625	17,349
Corporation tax	4,748	8,241
Taxation and social security	40,686	57,751
Directors current account	9,838	253
	<u>72,897</u>	<u>83,594</u>
	=====	=====

7 Share capital	2003 £	2002 £
Authorised		
100 Ordinary of £1 each	100	100
	===	===
Allotted, called up and fully paid		
100 Ordinary of £1 each	100	100
	===	===

8 Statement of movements on profit and loss account	Profit and loss account £
Balance at 1 April 2002	40,450
Retained profit for the year	(14,437)
	<u>26,013</u>
Balance at 31 March 2003	=====

ESPERUS SOFTWARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

9 Reconciliation of movements in shareholders' funds

	2003 £	2002 £
Profit/loss for the financial year	(14,437)	28,229
Opening shareholders' funds	40,450	12,221
	<hr/>	<hr/>
Closing shareholders' funds	26,013	40,450
	=====	=====