

**HIPORTFOLIO LIMITED**  
**formerly PORTFOLIO MANAGEMENT SOFTWARE LIMITED**

**REPORT AND ACCOUNTS**  
**for the year ended 31st December 2002**

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**HIPORTFOLIO LIMITED**  
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**REPORT OF THE DIRECTOR**

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The Director submits his report and the accounts of the Company for the year ended 31st December 2002, which were approved by the Director on 30<sup>th</sup> October 2003.

**CHANGE OF NAME**

The company changed its name from Portfolio Management Software Limited to HiPortfolio Limited on 7 May 2002.

**RESULTS AND DIVIDEND**

The company was dormant during the period under review, and accordingly no profit and loss account has been prepared.

No dividends were paid during the year (2001: Nil). The director did not recommend the payment of a final dividend. The profit for the year after tax was £Nil (2001: £Nil).

**DIRECTOR**

The Director who served at the date of this report or during the year was:

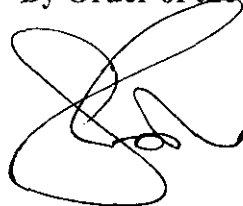
J M Winn

The Director did not have any interest in the shares of the Company at the beginning or end of the year.

**AUDITORS**

Following the conversion of our auditors PricewaterhouseCoopers to a Limited Liability Partnership (LLP) from 1 January 2003, PricewaterhouseCoopers resigned and the directors appointed its successor, PricewaterhouseCoopers LLP as auditors. A resolution to reappoint PricewaterhouseCoopers LLP as auditors to the company will be proposed at the annual general meeting.

**By Order of the Board**



**S Cooke**  
**Company Secretary**

**30<sup>th</sup> October 2003**

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**DIRECTOR'S RESPONSIBILITIES**

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The following statement, which should be read in conjunction with the reports of the auditors set out on page 3 is made to advise shareholders on the relative responsibilities of the director and of the auditors in respect of the financial statements.

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements, the director is required to

- select suitable accounting policies and then apply them consistently (other than the adoption of new accounting standards in the year);
- 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 Company will continue in business.

The director is 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. The director is 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.

# **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF**

## **HI PORTFOLIO LIMITED**

**formerly PORTFOLIO MANAGEMENT SOFTWARE LIMITED**

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We have audited the financial statements which comprise the balance sheet and the related notes which have been prepared under the historical cost convention and the accounting policies set out in the statement of accounting policies.

### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards issued by the Auditing Practices Board. This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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 is not disclosed.

We read the other information contained in the annual report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. The other information comprises only the directors' report.

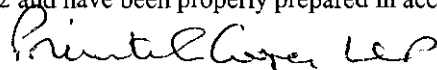
### **Basis of audit opinion**

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 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 at 31 December 2002 and have been properly prepared in accordance with the Companies Act 1985.



**PricewaterhouseCoopers LLP**  
**Chartered Accountants and Registered Auditors**  
**Harman House**  
**1 George Street**  
**Uxbridge**  
**Middlesex UB8 1QQ**

**30<sup>th</sup> October 2003**

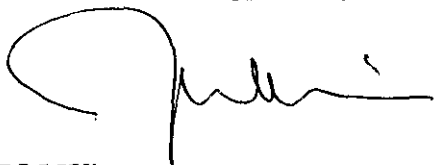
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**BALANCE SHEET**

**At 31st December 2002**

	<b>Note</b>	<b>2002 £000</b>	<b>2001 £000</b>
Current Assets:			
Debtors	5	<u>506</u>	<u>506</u>
Capital and reserves:			
Called up share capital	6	600	600
Share premium account	7	37	37
Profit and loss account	7	(131)	(131)
Shareholders' Funds (All equity Interest)	8	<u>506</u>	<u>506</u>

These accounts were approved by the directors on 30<sup>th</sup> October 2003 and were signed on its behalf by:



**J M Winn**  
**Director**

The notes on pages 5 to 6 form part of these accounts.

**HI PORTFOLIO LIMITED**  
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**NOTES TO THE ACCOUNTS**

**1. ACCOUNTING POLICIES**

**(a) Convention**

These financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with the Companies Act 1985 and applicable accounting standards. The principal accounting policies, which have been applied consistently, are disclosed below. Interest payable and similar charges and administrative expenses are accounted for on an accruals basis. No interest is receivable on inter company debtors

**(b) Cashflow and Related Parties**

The Company is a wholly owned subsidiary of DST Systems Inc. and is included in the consolidated financial statements of DST Systems Inc. which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing a cash flow statement under the terms of Financial Reporting Standard 1 (Revised 1996). The Company is also exempt under the terms of Financial Reporting Standard 8 from disclosing related party transactions (but not balances) with entities that are part of the DST Systems Inc. group.

**(c) Profit and Loss Account**

The Company has not traded during the year and consequently has not prepared a profit and loss account.

**2. AUDITORS' REMUNERATION**

The Auditors' remuneration in respect of both audit and non audit services was borne by the intermediate Parent undertaking, DST International Limited.

**3. DIRECTOR'S EMOLUMENTS**

The Director of the Company did not receive nor was due to receive emoluments (2001: Nil).

**4. STAFF NUMBERS AND COSTS**

There were no persons employed by the Company during the year (2001: £Nil)

**5. DEBTORS**

	<b>2002</b>	<b>2001</b>
	<b>£000</b>	<b>£000</b>
Amounts owed by group undertaking	<u>506</u>	<u>506</u>

**6. CALLED UP SHARE CAPITAL**

	<b>2002</b>	<b>2001</b>
	<b>£000</b>	<b>£000</b>
(A) AUTHORISED		
900,000 Ordinary shares of £1 each	900	900
100,000 Non-voting ordinary shares of £1 each	<u>100</u>	<u>100</u>
	<u>1,000</u>	<u>1,000</u>
(B) ALLOTTED, CALLED UP AND FULLY PAID		
600,000 Ordinary shares of £1 each	<u>600</u>	<u>600</u>

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**NOTES TO THE ACCOUNTS (Cont'd)**

<b>7. RESERVES</b>	<b>Share Premium Account £000</b>	<b>Profit and Loss Account £000</b>
At 1 <sup>st</sup> January and 31 <sup>st</sup> December	<u>37</u>	<u>(131)</u>
<b>8. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS</b>	<b>2002 £000</b>	<b>2001 £000</b>
At 1 <sup>st</sup> January and 31 <sup>st</sup> December	<u>506</u>	<u>506</u>

**9. ULTIMATE PARENT COMPANY**

The immediate parent company is DST International Pty Ltd, a company incorporated in Australia, and is the smallest undertaking to consolidate the results of the Company. The ultimate parent company is DST Systems Inc., a company incorporated in the USA. Group accounts can be obtained from 333 W 11th Street, Kansas City, Missouri, 64105-1594, USA.