

Company Registration No. 2526028 (England and Wales)

ENTA TECHNOLOGIES LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 OCTOBER 2007

MONDAY



LJODC1ZH

LD2

04/08/2008

370

COMPANIES HOUSE

ENTA TECHNOLOGIES LIMITED

COMPANY INFORMATION

Director	Jason Tsai
Secretary	Ding-Yuan Tsai
Company number	2526028
Registered office	Stafford Park 6 Telford TF3 3AT
Auditors	Simmons Gainsford LLP 5th Floor 7/10 Chandos Street London W1G 9DQ
Business address	Stafford Park 6 Telford TF3 3AT

ENTA TECHNOLOGIES LIMITED

CONTENTS

	Page
Director's report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the cash flow statement	8
Notes to the financial statements	9 - 16

ENTA TECHNOLOGIES LIMITED

DIRECTOR'S REPORT

FOR THE PERIOD ENDED 31 OCTOBER 2007

The director presents his report and financial statements for the period ended 31 October 2007

Principal activities and review of the business

The principal activity of the company continued to be that of the distribution of computer hardware and software and related computer products

Review of business

The company has made a small increase in its turnover in this period. As expected, competition is very keen in the market place, and the margin is slightly better than the previous year.

We continue to be one of only ten authorised distributors of Microsoft OEM products in the UK. The company has forged strong vendor relationships with major suppliers in Europe and the Far East. It has specialist sales team who provide technical support and training for customers on well known branded products as well as offering a wide range of IT products. The director would like to thank all our business partners and company staff for their continued support and loyalty. In 2007 the company was nominated for Best Distributor Channel Program in the Channel Network Awards and Networking Distributor of the Year and Software Distributor of the Year in the CRN Channel Awards.

The director manages the financial and business risk to minimise their likelihood of impact. The company has various processes in place to manage and control effectively the stock, credit and financial management functions. The key risks to the Company continue to be the prediction of future Microsoft and associated computer products and future price fluctuations.

The director remains optimistic about the future and will focus to increase market share in Europe and higher margin through a detailed understanding of customers' requirements. The combination of our core infrastructure, a new purpose built office, comprehensive component portfolio and in-house expertise means the company is ideally positioned to satisfy all our customers' requirements.

Results and dividends

The results for the period are set out on page 5.

Director

The following director has held office since 1 October 2006:

Jason Tsai

Auditors

In accordance with the Company's Articles, a resolution proposing that Simmons Gainsford LLP be reappointed as auditors of the company will be put at a General Meeting.

ENTA TECHNOLOGIES LIMITED

DIRECTOR'S REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 OCTOBER 2007

Director's responsibilities

The director is responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 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,
- 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 that disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 1985. He 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.

Statement of disclosure to auditors

So far as the director is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



Jason Tsai

Director

11 July 2008

ENTA TECHNOLOGIES LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF ENTA TECHNOLOGIES LIMITED

We have audited the financial statements of Enta Technologies Limited for the period ended 31 October 2007 set out on pages 5 to 16. These financial statements have been prepared under 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 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 the director and auditors

The director's responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Director's Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the director's report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 director's remuneration and other transactions is not disclosed.

We read the director's 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 International Standards on Auditing (UK and Ireland) 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 director 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.

ENTA TECHNOLOGIES LIMITED

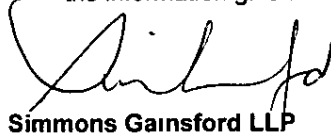
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE SHAREHOLDERS OF ENTA TECHNOLOGIES LIMITED

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 October 2007 and of its profit for the period then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the director's report is consistent with the financial statements



Simmons Gainsford LLP

11 July 2008

Chartered Accountants
Registered Auditor

5th Floor
7/10 Chandos Street
London
W1G 9DQ

ENTA TECHNOLOGIES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 OCTOBER 2007

		13 Months ended 31 October 2007 £	12 Months ended 30 September 2006 £
	Notes		
Turnover	2	99,491,205	89,190,502
Cost of sales		(95,410,613)	(86,465,206)
Gross profit		4,080,592	2,725,296
Distribution costs		(522,487)	(367,598)
Administrative expenses		(3,787,027)	(2,608,311)
Other operating income		330,992	353,164
Operating profit	3	102,070	102,551
Other interest receivable and similar income		87,665	99,341
Interest payable and similar charges	4	(38,820)	(22,254)
Profit on ordinary activities before taxation		150,915	179,638
Tax on profit on ordinary activities	5	21,899	(104,676)
Profit for the period	14	172,814	74,962

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

There are no recognised gains and losses other than those passing through the profit and loss account


ENTA TECHNOLOGIES LIMITED

BALANCE SHEET

AS AT 31 OCTOBER 2007

	Notes	£	31 Oct 2007 £	30 Sept 2006 £
Fixed assets				
Tangible assets	6		3,141,250	2,633,617
Investments	7		124	124
			<u>3,141,374</u>	<u>2,633,741</u>
Current assets				
Stocks	8	2,681,006		2,513,427
Debtors	9	8,665,269		7,437,962
Cash at bank and in hand		479,017		2,413,554
		<u>11,825,292</u>		<u>12,364,943</u>
Creditors. amounts falling due within one year	10	(8,606,911)		(9,960,494)
Net current assets			<u>3,218,381</u>	<u>2,404,449</u>
Total assets less current liabilities			<u>6,359,755</u>	<u>5,038,190</u>
Creditors: amounts falling due after more than one year	11		(3,262,570)	(2,388,737)
Provisions for liabilities			-	(80,901)
			<u>3,097,185</u>	<u>2,568,552</u>
Capital and reserves				
Called up share capital	13		530,000	530,000
Revaluation reserve	14		355,819	-
Profit and loss account	14		2,211,366	2,038,552
Shareholders' funds	15		<u>3,097,185</u>	<u>2,568,552</u>

Approved by the Board and authorised for issue on 11 July 2008


Jason Tsai
Director

ENTA TECHNOLOGIES LIMITED

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 31 OCTOBER 2007

	13 Months ended 31 October 2007 £	12 Months ended 30 September 2006 £
Net cash (outflow)/inflow from operating activities	(2,476,189)	1,484,285
Returns on investments and servicing of finance		
Interest received	87,665	99,341
Interest paid	(14,735)	(986)
Net cash inflow for returns on investments and servicing of finance	72,930	98,355
Taxation	(37,800)	(32,750)
Capital expenditure		
Payments to acquire tangible assets	(367,311)	(260,831)
Net cash outflow for capital expenditure	(367,311)	(260,831)
Net cash (outflow)/inflow before management of liquid resources and financing	(2,808,370)	1,289,059
Financing		
Other new long term loans	2,114,180	840,000
Repayment of other long term loans	(1,240,347)	(1,401,074)
Net cash inflow/(outflow) from financing	873,833	(561,074)
(Decrease)/increase in cash in the period	(1,934,537)	727,985

ENTA TECHNOLOGIES LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 OCTOBER 2007

1	Reconciliation of operating profit to net cash (outflow)/inflow from operating activities	31 Oct 2007		30 Sept 2006	
		£		£	
	Operating profit	102,070		102,551	
	Depreciation of tangible assets	215,496		130,943	
	Increase in stocks	(167,579)		(500,850)	
	(Increase)/decrease in debtors	(1,227,307)		1,096,114	
	(Decrease)/increase in creditors within one year	(1,398,869)		655,527	
	Net cash (outflow)/inflow from operating activities	(2,476,189)		1,484,285	

2	Analysis of net (debt)/funds	1 October 2006	Cash flow	Other non-cash changes	31 October 2007
		£	£	£	£
	Net cash				
	Cash at bank and in hand	2,413,554	(1,934,537)	-	479,017
	Debt				
	Debts falling due after one year	(2,388,737)	(873,833)	-	(3,262,570)
	Net funds/(debt)	24,817	(2,808,370)	-	(2,783,553)

3	Reconciliation of net cash flow to movement in net (debt)/funds	2007	2006
		£	£
	(Decrease)/increase in cash in the period	(1,934,537)	727,985
	Cash (inflow)/outflow from (increase)/decrease in debt	(873,833)	561,074
	Movement in net (debt)/funds in the period	(2,808,370)	1,289,059
	Opening net funds/(debt)	24,817	(1,264,242)
	Closing net (debt)/funds	(2,783,553)	24,817

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 OCTOBER 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.3 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

1.4 Tangible fixed assets and depreciation

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

Land and buildings Freehold	Straight line over forty years
Fixtures, fittings & equipment	20% straight line
Motor vehicles	15% straight line

1.5 Fixed assets investments

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

1.6 Stock

Stock is valued at the lower of cost and net realisable value.

1.7 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the period in accordance with FRS 17.

1.8 Deferred taxation

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

No provision has been made for deferred tax on gains recognised on revaluing property to its market value as the company does not intend to sell the revalued assets.

The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

1.9 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into 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. All differences are taken to profit and loss account.

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2007

2 Turnover

The total turnover of the company for the period has been derived as follows

	Turnover	
	2007 (13 months) £	2006 (12 months) £
Class of business		
Sales of computer products	99,491,205	89,190,502
	<u>99,491,205</u>	<u>89,190,502</u>

Geographical market

	Turnover	
	2007 (13 months) £	2006 (12 months) £
United Kingdom	57,669,353	44,956,778
EC	38,577,809	40,171,746
Non-EC	3,244,043	4,061,978
	<u>99,491,205</u>	<u>89,190,502</u>

3 Operating profit

	2007 (13 months) £	2006 (12 months) £
Operating profit is stated after charging		
Depreciation of tangible assets	215,496	130,943
Loss on foreign exchange transactions	175,889	29,987
Auditors' remuneration	51,975	16,213
	<u>443,360</u>	<u>177,143</u>

4 Interest payable

	2007 (13 months) £	2006 (12 months) £
On bank loans and overdrafts	14,735	986
Other Loans	24,085	21,268
	<u>38,820</u>	<u>22,254</u>

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE PERIOD ENDED 31 OCTOBER 2007**

5 Taxation	2007 (13 months) £	2006 (12 months) £
Domestic current year tax		
U K corporation tax	33,618	23,775
Adjustment for prior years	25,384	-
Current tax charge	59,002	23,775
Deferred tax charge/credit current year	(80,901)	80,901
Factors affecting the tax charge for the period		
Profit on ordinary activities before taxation	150,915	179,638
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2006 - 19.00%)	30,183	34,131
Effects of		
Non deductible expenses	4,385	608
Depreciation add back	43,099	24,879
Capital allowances	(42,627)	(35,843)
Adjustments to previous periods	24,360	-
Marginal Relief	(398)	-
	28,819	(10,356)
Current tax charge	59,002	23,775

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2007

6 Tangible fixed assets

	Land and buildings Freehold £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 October 2006	2,972,097	511,272	95,540	3,578,909
Additions	169,609	197,702	-	367,311
Revaluation	355,819	-	-	355,819
	<u>3,497,525</u>	<u>708,974</u>	<u>95,540</u>	<u>4,302,039</u>
Depreciation				
At 1 October 2006	750,246	124,862	70,185	945,293
Charge for the period	67,279	140,582	7,635	215,496
	<u>817,525</u>	<u>265,444</u>	<u>77,820</u>	<u>1,160,789</u>
Net book value				
At 31 October 2007	<u>2,680,000</u>	<u>443,530</u>	<u>17,720</u>	<u>3,141,250</u>
At 30 September 2006	<u>2,221,852</u>	<u>386,410</u>	<u>25,355</u>	<u>2,633,617</u>

The director has carried out a professional advice valuation on freehold land and building on 31 October 2007 on open market basis. The valuation has been incorporated into the financial statements and the resulting revaluation surplus £355,819 has been taken to the revaluation reserves.

Deferred tax is provided on timing difference arising from revaluation unless a binding commitment to sell land and freehold building has been entered into and it is unlikely that any gain will be rolled over.

7 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 October 2006 & at 31 October 2007	<u>124</u>
Net book value	
At 31 October 2007	<u>124</u>
At 30 September 2006	<u>124</u>

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE PERIOD ENDED 31 OCTOBER 2007**

8	Stocks	2007 (13 months) £	2006 (12 months) £
	Finished goods and goods for resale	<u>2,681,006</u>	<u>2,513,427</u>

Replacement cost of the stocks held at the year end is not materially different from the value stated in the accounts

9	Debtors	2007 (13 months) £	2006 (12 months) £
	Trade debtors	5,370,696	6,299,162
	Other debtors	3,148,676	535,866
	Prepayments and accrued income	<u>145,897</u>	<u>602,934</u>
		<u>8,665,269</u>	<u>7,437,962</u>

10	Creditors amounts falling due within one year	2007 (13 months) £	2006 (12 months) £
	Trade creditors	5,421,473	7,600,756
	Corporation tax	33,618	12,416
	Other taxes and social security costs	44,550	39,121
	Other creditors	273,414	341,166
	Accruals and deferred income	<u>2,833,856</u>	<u>1,967,035</u>
		<u>8,606,911</u>	<u>9,960,494</u>

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2007

11 Creditors' amounts falling due after more than one year	2007	2006
	(13 months)	(12 months)
	£	£
Other loans	3,262,570	2,388,737
	<u>3,262,570</u>	<u>2,388,737</u>
Analysis of loans		
Wholly repayable within five years	3,262,570	2,388,737
	<u>3,262,570</u>	<u>2,388,737</u>
In more than five years	3,262,570	2,388,737
Other loans amounting to £3,262,570 (2006 £2,388,737) are interest free. The loans are not secured and have no fixed date of repayment.		
12 Pension and other post-retirement benefit commitments		
Defined contribution		
	2007	2006
	£	£
Contributions payable by the company for the period	19,200	27,441
	<u>19,200</u>	<u>27,441</u>
13 Share capital		
	2007	2006
	(13 months)	(12 months)
	£	£
Authorised		
1,000,000 Ordinary shares of £1 each	1,000,000	1,000,000
	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, called up and fully paid		
530,000 Ordinary shares of £1 each	530,000	530,000
	<u>530,000</u>	<u>530,000</u>

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2007

14 Statement of movements on reserves

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 October 2006	-	2,038,552
Profit for the period	-	172,814
Revaluation during the period	355,819	-
Balance at 31 October 2007	<u>355,819</u>	<u>2,211,366</u>

15 Reconciliation of movements in shareholders' funds

	2007 (13 months) £	2006 (12 months) £
Profit for the financial period	172,814	74,962
Other recognised gains and losses	355,819	-
Net addition to shareholders' funds	<u>528,633</u>	<u>74,962</u>
Opening shareholders' funds	2,568,552	2,493,590
Closing shareholders' funds	<u>3,097,185</u>	<u>2,568,552</u>

16 Contingent liabilities

At the balance sheet date the company has contingent liabilities in respect of forward currency contract amounting to £21,750,000 (2006 £16,550,000)
A guarantee in favour of H M Revenue & Customs under VAT Deferment Scheme amounts to £nil (2006 £30,000)

17 Director's emoluments

	2007 (13 months) £	2006 (12 months) £
Emoluments for qualifying services	26,000	24,000
Company pension contributions to money purchase schemes	200	7,633
	<u>26,200</u>	<u>31,633</u>

ENTA TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 OCTOBER 2007

18 Employees

Number of employees

The average monthly number of employees (including directors) during the period was

	2007 (13 months) Number	2006 (12 months) Number
Management and administration	30	33
Marketing and sales	30	29
Warehouse and production	28	27
	<u>88</u>	<u>89</u>

Employment costs

	2007 (13 months) £	2006 (12 months) £
Wages and salaries	1,686,938	1,438,864
Social security costs	152,089	127,595
Other pension costs	19,200	27,441
	<u>1,858,227</u>	<u>1,593,900</u>

19 Control

Enta Technologies Limited is a wholly owned subsidiary of Enta UK Limited, a company registered in England and Wales