

Company Registration No 2595903 (England and Wales)

S M M SOFTWARE LIMITED
DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2007



S M M SOFTWARE LIMITED

COMPANY INFORMATION

Directors	M E Mitchell N J Herd
Secretary	M E Mitchell
Company number	2595903
Registered office	5 Curfew Yard Thames Street Windsor Berkshire SL4 1SN
Accountants	Foreman & Hill 5 Curfew Yard Thames Street Windsor Berkshire SL4 1SN
Business address	42A High Street Egham Surrey TW20 9DP

S M M SOFTWARE LIMITED

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S M M SOFTWARE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2007

The directors present their report and financial statements for the year ended 31 December 2007

Principal activities

The principal activity of the company continued to be that of computer print management software specialists

Directors

The following directors have held office since 1 January 2007

M E Mitchell

N J Herd

Directors' responsibilities

The directors are responsible for preparing the 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 profit or loss of the company 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

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 E Mitchell

Director

14 October 2008

S M M SOFTWARE LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF S M M SOFTWARE LIMITED

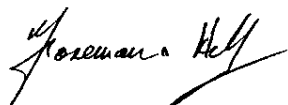
As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2007, set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters we have agreed to state to them in this 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 Board of Directors as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Foreman & Hill

15 October 2008

Chartered Accountants

5 Curfew Yard
Thames Street
Windsor
Berkshire
SL4 1SN

S M M SOFTWARE LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	2007 £	2006 £
Turnover		203,487	222,005
Cost of sales		(2,428)	(8,697)
Gross profit		201,059	213,308
Administrative expenses		(200,940)	(211,109)
Operating profit	2	119	2,199
Other interest receivable and similar income	3	57	1
Interest payable and similar charges		(1,918)	(2,015)
(Loss)/profit on ordinary activities before taxation		(1,742)	185
Tax on (loss)/profit on ordinary activities	4	-	-
(Loss)/profit for the year	10	(1,742)	185

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BALANCE SHEET

AS AT 31 DECEMBER 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Intangible assets	5		39,601		39,601
Current assets					
Debtors	7	32,579		34,206	
Cash at bank and in hand		372		1,921	
		<u>32,951</u>		<u>36,127</u>	
Creditors amounts falling due within one year	8	<u>(68,505)</u>		<u>(69,939)</u>	
Net current liabilities			<u>(35,554)</u>		<u>(33,812)</u>
Total assets less current liabilities			<u>4,047</u>		<u>5,789</u>
Capital and reserves					
Called up share capital	9	278,787		278,787	
Profit and loss account	10	<u>(274,740)</u>		<u>(272,998)</u>	
Shareholders' funds			<u>4,047</u>		<u>5,789</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 and with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Approved by the Board for issue on 14 October 2008



M E Mitchell
Director

S M M SOFTWARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

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 (effective January 2007)

1.2 Turnover

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

1.3 Goodwill

Acquired goodwill is stated at £1

1.4 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

Computer Equipment	25% Straight line (currently fully depreciated)
Fixtures, fittings & equipment	20% Straight line (currently fully depreciated)

1.5 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.

2 Operating profit

	2007 £	2006 £
Operating profit is stated after charging		
Directors' emoluments	36,350	41,000

3 Investment income

	2007 £	2006 £
Bank interest	57	1

4 Taxation

The company has estimated losses of £ 250,614 (2006 - £ 247,913) available for carry forward against future trading profits

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

5 Intangible fixed assets

	Goodwill	Development Costs	Total
	£	£	£
Cost			
At 1 January 2007 & at 31 December 2007	1	366,679	366,680
Amortisation			
At 1 January 2007 & at 31 December 2007	-	327,079	327,079
Net book value			
At 31 December 2007	1	39,600	39,601
At 31 December 2006	1	39,600	39,601

Development costs represents those costs associated with developing the 'Ezze-Consumables' concept. These costs will remain in the Balance Sheet until a clearly defined commercial product has been identified at which time the costs will be written off over the estimated lifetime of the product.

6 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 January 2007 & at 31 December 2007	44,013
Depreciation	
At 1 January 2007 & at 31 December 2007	44,013
Net book value	
At 31 December 2007	-
At 31 December 2006	-

7 Debtors	2007 £	2006 £
Trade debtors	29,204	30,393
Other debtors	3,375	3,813
	32,579	34,206

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

8	Creditors amounts falling due within one year	2007 £	2006 £
	Bank loans and overdrafts	25,737	27,016
	Trade creditors	9,838	4,770
	Taxation and social security	6,092	7,579
	Payments received on account	2,025	2,025
	Other creditors	24,813	28,549
		<u>68,505</u>	<u>69,939</u>

9	Share capital	2007 £	2006 £
	Authorised		
	278,787 Ordinary shares of £1 each	<u>278,787</u>	<u>278,787</u>
	Allotted, called up and fully paid		
	278,787 Ordinary shares of £1 each	<u>278,787</u>	<u>278,787</u>

10	Statement of movements on profit and loss account	Profit and loss account £
	Balance at 1 January 2007	(272,998)
	Loss for the year	(1,742)
	Balance at 31 December 2007	<u>(274,740)</u>

11 Financial commitments

At 31 December 2007 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2008

	2007 £	2006 £
Operating leases which expire		
Within one year	<u>6,535</u>	<u>9,500</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) ***FOR THE YEAR ENDED 31 DECEMBER 2007***

12 Control

The ultimate controlling party is the director and majority shareholder, Mr Malcolm Mitchell