

MAGIC MAC SYSTEMS LIMITED
149 GRANGE DRIVE
STRATTON ST MARGARET
SWINDON
WILTSHIRE

REGISTERED NUMBER
2814341



REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 2001

MAGIC MAC SYSTEMS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30TH APRIL 2001

Your directors have pleasure in presenting the company's financial statements for the year ended 30th April 2001 and reporting generally on the company's affairs in respect of the same period.

Principal Activities

The company's principal activity comprises the marketing of computer hardware.

Business Review

The company has maintained its overall level of trading but margins have been eroded as a result of competition. The directors consider that this will be maintained during the current year.

Directors

Details are given below of the directors of the company for the period under review together with a note of their beneficial interests in the securities of the company:

<u>Name</u>	<u>Ordinary Shares of £1 Each</u>	
	<u>1.5.00</u>	<u>30.4.01</u>
R.D.Armstrong	1	1
S.L.Armstrong	1	1

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 the 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;
- Follow applicable accounting standards, 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 directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

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

By Order of the Board



MRS S.A.PACKER

Secretary

MAGIC MAC SYSTEMS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH APRIL 2001

	<u>Note</u>		<u>2000</u>
Turnover	2	137379	141796
Cost of Sales		(118451)	(116223)
Gross Profit		18928	25573
Distribution Costs		(1170)	(2294)
Administrative Costs		(17314)	(16816)
Operating Profit	3	444	6463
Bank Interest Receivable		<u>393</u>	—
Profit on Ordinary Activities after Taxation		837	6463
Taxation	4	(85)	(1239)
Profit on Ordinary Activities after Taxation		752	5224
Retained Profit Brought Forward		7605	2381
Retained Profit Carried Forward		<u>£8357</u>	<u>£7605</u>

Continuing Operations

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

Total Recognised Gains and Losses

The company has no recognised gains or losses other than the profit for the above two financial years.

MAGIC MAC SYSTEMS LIMITED

BALANCE SHEET AS AT 30TH APRIL 2001

	<u>Note</u>		<u>2000</u>
<u>CURRENT ASSETS</u>			
Stock	5	6530	15450
Debtors	6	2784	7441
Cash at Bank and in Hand		<u>10374</u>	<u>4418</u>
		<u>£19688</u>	<u>£27309</u>
<u>CREDITORS: Amounts falling due</u>			
<u>within one year</u>	7	<u>£11327</u>	<u>£19700</u>
<u>NET CURRENT ASSETS</u>		8361	7609
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>£8361</u>	<u>£7609</u>

MAGIC MAC SYSTEMS LIMITED

BALANCE SHEET AS AT 30TH APRIL 2001

	<u>Note</u>		<u>2000</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	8	4	4
Profit and Loss Account		8357	7605
<u>SHAREHOLDERS' FUNDS</u>	9	<u>£8361</u>	<u>£7609</u>

For the financial year ended 30th April 2001, the company was entitled to exemption from audit under section 249A(1) Companies Act 1985; and no notice has been deposited under section 249B(2). The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act 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 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 Companies Act 1985, so far as applicable to the company.

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

Approved by the Board on 14th February 2002


S.L.ARMSTRONG

Director

MAGIC MAC SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements have been prepared in accordance with the Companies Act 1985, as amended and with applicable Accounting Standards.

(b) Cash Flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement, under Financial Reporting Standard 1 "Cash Flow Statements".

(c) Deferred Taxation

Provisions are made so that the deferred taxation account represents Corporation Tax, calculated on the liability method, in respect of the excess of tax allowances given for fixed assets over the depreciation provided.

2. TURNOVER

Turnover represents total sales to customers, excluding Value Added Tax, and arises entirely from the company's principal activities.

1999

3. OPERATING PROFIT

Operating Profit is stated after charging:

Directors' Remuneration	<u>=</u>	<u>6300</u>
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4. TAXATION

UK Corporation Tax based on the profits for the year at 10%/20%	<u>£85</u>	<u>£1239</u>
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5. STOCK

Stock comprises raw materials and is valued at the lower of cost and estimated net realisable value. Cost is determined on a first-in, first-out basis. Net realisable value is based on estimated selling price, less any further costs of realisation.

MAGIC MAC SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

2000

6. DEBTORS

Trade Debtors	2784	4184
Other Debtors	-	<u>3257</u>
	<u>£2784</u>	<u>£7441</u>

7. CREDITORS: Amounts falling due within one year

Trade Creditors	2993	12922
UK Corporation Tax	85	1239
Taxation and Social Security Costs	1614	-
Directors' Loan Accounts	5555	4279
Accruals	<u>1080</u>	<u>1260</u>
	<u>£11327</u>	<u>£19700</u>

8. CALLED UP SHARE CAPITAL

	<u>No.</u>	<u>£</u>	<u>No.</u>	<u>£</u>
<u>Authorised</u>				
Ordinary Shares of £1 Each	<u>1000</u>	<u>1000</u>	<u>1000</u>	<u>1000</u>
<u>Issued And Fully Paid</u>				
Ordinary Shares of £1 Each	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>

9. SHAREHOLDERS' FUNDS

Profit for the Financial Year		
after Taxation	752	5224
Shareholders' Funds at 1st May 2000	7609	2385
Shareholders' Funds at 30th April 2001	<u>£8361</u>	<u>£7609</u>

Shareholders' Funds are all attributable to equity interests.

MAGIC MAC SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

10. RELATED PARTY TRANSACTIONS

Directors' Loan Accounts

	<u>R.D.Armstrong</u>	<u>S.L.Armstrong</u>
As at 1st May 2000	3000	759
Advance	-	1796
	<hr/>	<hr/>
As at 30th April 2001	<u>£3000</u>	<u>£2555</u>

11. CONTROL

The company is controlled by its Board of directors whose shareholdings are outlined on page 1.
No individual exercises overall control.