

**REGISTRAR'S
COPY**

PREMIER EDA SOLUTIONS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2001



Premier EDA Solutions Limited

Directors

P J Mayo
N P Barkus

Secretary and Registered Office

P J Mayo
2nd Floor Eleanor House
33/35 Eleanor Cross Road
Waltham Cross
Herts
EN8 7LF

Auditors

Moore Stephens
Registered Auditors
57 London Road
Enfield
Middlesex EN2 6SW

Report of the Directors

The directors present their report and the audited financial statements for the year ended 30 April 2001.

Review of Activities

During the year the company continued to sell computer software and provide customer support services.

Directors

A D Stalley resigned as a director on 30 August 2000.

Directors' Interests

The interests as defined by the Companies Act 1985 of the directors in the share capital of the company at the beginning of the year and end of the year were:

Ordinary Shares of £1 each

| | 30 April 2001 | 1 May 2000 |
|------------|---------------|------------|
| P J Mayo | 3,000 | 3,000 |
| N P Barkus | 3,000 | 3,000 |

Purchase of Own Shares

During the year the company repurchased 3,000 of its own ordinary £1 shares with a nominal value of £3,000 from A D Stalley, a director until his resignation on 30 August 2000. The shares represented 30% of the company's called up share capital. Consideration of £18,000 was paid in cash to A D Stalley. The purchase was for the commercial benefit of the business.

Premier EDA Solutions Limited**Report of the Directors for the Year Ended 30 April 2001**

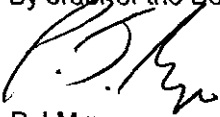
continued

Auditors

The auditors, Moore Stephens, have expressed their willingness to continue in office. A resolution for their re-appointment and authorising the directors to fix their remuneration will be proposed at the forthcoming annual general meeting.

This 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



P J Mayo
Secretary

1 November 2001

Premier EDA Solutions Limited

Statement of 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 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 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.

Premier EDA Solutions Limited**Auditors' Report to the Shareholders of Premier EDA Solutions Limited**

We have audited the financial statements on pages 5 to 10 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (Effective March 2000), under the historical cost convention and the accounting policies set out on page 7.

Respective Responsibilities of Directors and Auditors

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of 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 as at 30 April 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

57 London Road
Enfield
Middlesex EN2 6SW

Moore Stephen

MOORE STEPHENS
Registered Auditor &
Chartered Accountants

1 November 2001

Premier EDA Solutions Limited

Profit and Loss Account for the Year Ended 30 April 2001

| | Note | 2001 £ | 2000 £ |
|--|------|----------------------|----------------------|
| Turnover | | 1,053,003 | 652,032 |
| Cost of Sales | | <u>(438,688)</u> | <u>(280,857)</u> |
| Gross Profit | | 614,315 | 371,175 |
| Administrative Expenses | | <u>(503,039)</u> | <u>(328,183)</u> |
| Operating Profit | 2 | 111,276 | 42,992 |
| Investment Income | | 3,303 | 1,642 |
| Interest Payable and Similar Charges | | <u>(1,625)</u> | <u>-</u> |
| Profit on Ordinary Activities Before Taxation | | 112,954 | 44,634 |
| Taxation | 4 | <u>(20,531)</u> | <u>(1,000)</u> |
| Profit on Ordinary Activities After Taxation | | <u><u>92,423</u></u> | <u><u>43,634</u></u> |

Premier EDA Solutions Limited

Balance Sheet at 30 April 2001

| | Note | £ | 2001 | £ | £ | 2000 | £ |
|---|------|---|----------------|-----------------|---|----------------|----------------|
| Fixed Assets | | | | | | | |
| Tangible Assets | 6 | | | 47,380 | | | 39,710 |
| Current Assets | | | | | | | |
| Stocks | | | 19,015 | | | 110,070 | |
| Debtors | 7 | | 45,251 | | | 41,107 | |
| Cash at Bank and in Hand | | | 134,736 | | | 54,930 | |
| | | | <u>199,002</u> | | | <u>206,107</u> | |
| Creditors: Amounts Falling Due Within One Year | 8 | | 100,875 | | | 169,108 | |
| Net Current Assets | | | | <u>98,127</u> | | | <u>36,999</u> |
| Total Assets Less Current Liabilities | | | | <u>145,507</u> | | | <u>76,709</u> |
| Creditors: Amounts Falling Due After More Than One Year | 9 | | | (10,215) | | | (15,840) |
| | | | | <u>£135,292</u> | | | <u>£60,869</u> |
| Capital and Reserves | | | | | | | |
| Called Up Share Capital | 10 | | | 7,000 | | | 10,000 |
| Share Premium | 11 | | | 19,000 | | | 26,000 |
| Other Reserves | 11 | | | 3,000 | | | - |
| Profit and Loss Account | 11 | | | 106,292 | | | 24,869 |
| | | | | <u>£135,292</u> | | | <u>£60,869</u> |

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Approved by the Board on 1 November 2001


P J Mayo
Director

Premier EDA Solutions Limited**Notes to the Financial Statements for the Year Ended 30 April 2001****1 Accounting Policies****Basis of Accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (Effective March 2000).

Turnover

Turnover represents amounts invoiced during the year, net of Value Added Tax.

Tangible Fixed Assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is provided to write off the cost of tangible fixed assets as follows:

Plant & Machinery - Over 3 years

Fixtures & Fittings - 20% on cost

Motor Vehicles - 25% reducing balance

Operating Leases

Costs in respect of operating leases are charged on a straight line basis over the lease term.

Finance Leases

Assets held under finance leases are treated as tangible fixed assets, and initially recorded at the present value of the minimum lease payments at the inception of the lease. These assets are depreciated over their useful economic lives.

Obligations under finance leases are included within creditors, net of finance charges allocated to future periods.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred Taxation

Deferred taxation is provided for at anticipated tax rates on differences arising from the inclusion of items of income and expenditure in taxation computations in periods that differ from those in which they are included in the financial statements.

Deferred tax assets and liabilities are recorded only where it is expected that an asset or liability will crystallise in the foreseeable future.

Pension Costs

The company contributes from time to time to the personal pension scheme of one of its employees. The pension cost charge represents the amount of the contributions payable to the scheme in respect of the year.

Premier EDA Solutions Limited

Notes to the Financial Statements for the Year Ended 30 April 2001

continued

2 Operating Profit

| | 2001 £ | 2000 £ |
|--|--------------|--------------|
| Operating profit is stated after charging: | | |
| Depreciation of tangible assets | 16,714 | 11,974 |
| Auditors' Remuneration | <u>3,477</u> | <u>3,217</u> |

3 Directors' Emoluments

| | 2001 £ | 2000 £ |
|-----------------------|----------------|----------------|
| Directors' emoluments | <u>£78,009</u> | <u>£40,043</u> |

One (2000: Nil) director has benefits accruing under a money purchase pension scheme.

4 Taxation

| | 2001 £ | 2000 £ |
|---|----------------|---------------|
| UK Corporation Tax - Current Year | 20,500 | 1,000 |
| UK Corporation Tax - Adjustment to Prior Years | <u>31</u> | <u>-</u> |
| | <u>£20,531</u> | <u>£1,000</u> |

5 Pension Costs

The pension cost charge for the year amounted to £5,000 (2000 £-).

Premier EDA Solutions Limited

Notes to the Financial Statements for the Year Ended 30 April 2001

continued

6 Tangible Fixed Assets

| | Plant and Machinery £ | Fixtures and Fittings £ | Motor Vehicles £ | Total £ |
|---------------------------|-----------------------------|-------------------------------|------------------------|----------------|
| Cost | | | | |
| At 1 May 2000 | 47,486 | 24,240 | 18,728 | 90,454 |
| Additions | 23,353 | 1,031 | - | 24,384 |
| At 30 April 2001 | <u>70,839</u> | <u>25,271</u> | <u>18,728</u> | <u>114,838</u> |
| Depreciation | | | | |
| At 1 May 2000 | 33,414 | 16,940 | 390 | 50,744 |
| Depreciation for the year | 9,615 | 2,514 | 4,585 | 16,714 |
| At 30 April 2001 | <u>43,029</u> | <u>19,454</u> | <u>4,975</u> | <u>67,458</u> |
| Net Book Value | | | | |
| At 30 April 2001 | <u>£27,810</u> | <u>£5,817</u> | <u>£13,753</u> | <u>£47,380</u> |
| At 1 May 2000 | <u>£14,072</u> | <u>£7,300</u> | <u>£18,338</u> | <u>£39,710</u> |

Included within fixed assets are items with a cost of £26,384 (2000: £26,384) which relates to assets held under finance leases. The net book value of these assets is £18,644 (2000: £25,781). These assets were depreciated by £7,137 (2000: £603) during the year.

7 Debtors

| | 2001 £ | 2000 £ |
|---------------|----------------|----------------|
| Trade Debtors | 39,435 | 30,246 |
| Other Debtors | 5,816 | 10,861 |
| | <u>£45,251</u> | <u>£41,107</u> |

8 Creditors: Amounts Falling Due Within One Year

| | 2001 £ | 2000 £ |
|-------------------------|-----------------|-----------------|
| Trade Creditors | 20,725 | 128,022 |
| Finance Lease Creditors | 5,626 | 5,232 |
| Other Creditors | 74,524 | 35,854 |
| | <u>£100,875</u> | <u>£169,108</u> |

Premier EDA Solutions Limited

Notes to the Financial Statements for the Year Ended 30 April 2001

continued

9 Creditors: Amounts Falling Due After More Than One Year

| | 2001 £ | 2000 £ |
|-------------------------|---------------|---------------|
| Finance Lease Creditors | <u>10,215</u> | <u>15,840</u> |

10 Share Capital

| | 2001 £ | 2000 £ |
|-----------------------------------|---------------|---------------|
| Authorised | | |
| 10,000 Ordinary Shares of £1 each | <u>10,000</u> | <u>10,000</u> |

| | 2001 £ | 2000 £ |
|------------------------------------|--------------|---------------|
| Allotted, Called Up and Fully Paid | | |
| 7,000 Ordinary Shares of £1 each | <u>7,000</u> | <u>10,000</u> |

11 Reserves

| | Other Reserves £ | Share Premium £ | Profit and Loss Account £ | Total £ |
|-----------------------|------------------------|-----------------------|---------------------------------|-----------------|
| At 1 May 2000 | - | 26,000 | 24,869 | 50,869 |
| Other Movements | 3,000 | (7,000) | (11,000) | (15,000) |
| Retained for the year | - | - | 92,423 | 92,423 |
| At 30 April 2001 | <u>£3,000</u> | <u>£19,000</u> | <u>£106,292</u> | <u>£128,292</u> |

12 Operating Lease Commitments

The company's commitments under operating leases for the next year are for leases expiring:

| | |
|--------------------------|---------------|
| | £ |
| Within two to five years | <u>17,510</u> |

13 Related Parties

During the year the company repurchased 3,000 of its ordinary £1 shares from A D Stalley, a director until his resignation on 30 August 2000, for a consideration of £18,000.