

COMPUTER DOCTOR SERVICES LTD

Company Information

For Year Ended 31st July 2002

Directors:

Mr. Richard Powell
Mrs. Maureen Powell

Secretary:

Mrs. Maureen Powell

Registered Office:

AT 31 JULY 2001: 91 Whitlees Court
Ardrossan
Ayrshire
KA22 7PF

FROM 2 April 2002: 20a Portland Road
Kilmarnock
Ayrshire
KA1 2BS

Registered Number:

SC 198777

ANNUAL REPORTS AND ACCOUNTS – 31ST JULY 2002

Page	2	Report of the Directors
		Accounts comprising :-
	3	Profit and Loss Account
	4	Balance Sheet
	5-7	Notes to the Accounts.

COMPUTER DOCTOR SERVICES LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST JULY 2002

The Directors present their Report together with the Financial Accounts of the Company for the Year Ended 31st July 2002.

PRINCIPAL ACTIVITY

The principal activity of the Company for the year was information technology services.

DIVIDENDS

The Directors have recommended and paid in the year dividends totalling £15,000 (2001 - £14,000)

DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare accounts 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 year. In preparing those accounts, 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 accounts;
- prepare the accounts 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 accounts 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.

DIRECTORS

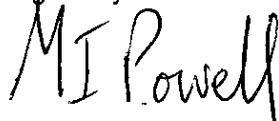
The Directors in office throughout the year and at 31st July 2002 and their beneficial interest in the Company's issued ordinary share capital were as follows :-

	<u>2002</u>	<u>2001</u>
Mr. Richard Powell	1	1
Mrs. Maureen Powell	1	1

As at 23rd May 2003 there was no change in the above Director Interest.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and was approved by the Board on 23rd May 2003.

Signed by order of the Board of Directors.



Mrs. Maureen Powell
Director.

COMPUTER DOCTOR SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

FOR YEAR ENDED 31ST JULY 2002

	<u>Notes</u>	<u>2002</u>	<u>2001</u>
TURNOVER		82013.07	71162
Cost of Sales		7064.51	12467
		<hr/>	<hr/>
GROSS PROFIT		74948.56	58695
Other Operating Expenses	2	51096.55	40402
		<hr/>	<hr/>
OPERATING PROFIT		23852.01	18293
Interest Payable Less Receivable	3	-	151
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		23852.01	18142
Taxation on Profit on Ordinary Activities	4	3840.33	2896
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		20011.68	15246
Dividends		15000.00	14000
		<hr/>	<hr/>
		5011.68	1246
RETAINED PROFIT BROUGHT FORWARD		2158.78	912
		<hr/>	<hr/>
RETAINED PROFIT CARRIED FORWARD		7170.46	2158

CONTINUING OPERATIONS

All of the Company's activities in the above two financial years derived from continuing operations.

TOTAL RECOGNISED GAINS AND LOSSES

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

The Notes on pages 5 to 7 form part of these accounts

COMPUTER DOCTOR SERVICES LIMITED

BALANCE SHEET

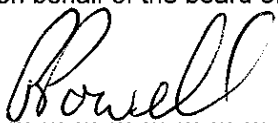
AS AT 31ST JULY 2002

	<u>Notes</u>	<u>2002</u>	<u>2001</u>
<u>TANGIBLE FIXED ASSETS</u>			
Equipment	5	26141.67	1209
<u>CURRENT ASSETS</u>			
Trading Stock		450.00	218
Debtors	6	1818.03	12535
Cash at Bank	7	1353.05	4608
		<u>3621.08</u>	<u>17361</u>
<u>CREDITORS DUE WITHIN ONE YEAR</u>	8		
Loans		12214.96	5659
Other Creditors		10375.33	10631
		<u>22590.29</u>	<u>16290</u>
<u>NET CURRENT ASSETS (LIABILITIES)</u>		<u>(18969.21)</u>	<u>1070</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>7172.46</u>	<u>2279</u>
<u>PROVISION FOR LIABILITIES AND CHARGES</u>	9	-	119
<u>TOTAL NET ASSETS</u>		<u>7172.46</u>	<u>2160</u>
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	10	2.00	2
Profit and Loss Account	11	7170.46	2158
		<u>7172.46</u>	<u>2160</u>
<u>SHAREHOLDERS FUNDS</u>		<u>7172.46</u>	<u>2160</u>

For the financial year ended 31st July 2002, 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 responsibility for ensuring that the company keeps accounting records which comply with Section 221 and preparing accounts 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 other wise comply with the requirement of the Companies Act 1985 relating to small companies.

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

Signed on behalf of the board of directors by Richard Powell



Approved by the Board on 23rd May 2003.

The notes on pages 5 to 7 form part of these financial statements.

COMPUTER DOCTOR SERVICES LIMITED

NOTES TO THE FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 2002

1. ACCOUNTING POLICIES

Basis of Accounting

The Accounts have been prepared under the historical cost convention.

Turnover

Turnover represents the amounts involved for the services rendered to clients, net of VAT.

Stock

The trading stock is valued at lower of cost and market value.

Cash Flow

The Accounts do not include a Cash Flow Statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statement".

Depreciation

Depreciation is charged over the expected useful life of tangible fixed assets at the following rate :- Equipment – 25% straight-line method (2001 10%)

2. OTHER OPERATING EXPENSES

	<u>2002</u>	<u>2001</u>
Administration Expenses	34806.83	19432
Directors Remuneration (including Employers NIC)	15808.45	20822
Depreciation of Tangible Fixed Assets	468.94	147
Bad Debts & Write-offs	12.33	-
	<hr/>	<hr/>
	51096.55	40401
	<hr/>	<hr/>

3. INTEREST RECEIVABLE LESS PAYABLE

Interest Payable on Business Current Account at Bank	-	151
Credit Card Interest	-	-
	<hr/>	<hr/>
	-	151
	<hr/>	<hr/>

4. TAXATION

Mainstream UK Corporation Tax for the Year	3840.33	2776
Transfer to Deferred Taxation Account	-	119
	<hr/>	<hr/>
	3840.33	2895
	<hr/>	<hr/>

5. TANGIBLE FIXED ASSETS

<u>Cost</u>	<u>Equipment</u>
Beginning of Year	1474.15
Additions During Year – Freehold Property	25000.00
Fixtures & Fittings	401.61

End of Year	26875.76
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Depreciation

Beginning of Year	265.15
Charge for Year	468.94
Adjustments on Disposals	-

End of Year	734.09
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<u>NET BOOK VALUE – END OF YEAR</u>	26141.67
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Net Book Value – Beginning of Year	1209.00
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6. DEBTORS

2002 2001

Due Within One Year

Trade Debtors	1818.03	12535
Other Debtors	-	-

1818.03	12535
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7. CASH AT BANK

Cash in Bank on Current Account	1245.16	4539
Cash on Hand	107.89	68

1353.05	4607
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COMPUTER DOCTOR SERVICES LIMITED

8. CREDITORS DUE WITHIN ONE YEAR

	<u>2002</u>	<u>2001</u>
a) <u>Loans</u>		
Directors' Loan Accounts – R Powell	6107.48	2830
– M Powell	6107.48	2829
	<hr/>	<hr/>
	12214.96	5659
	<hr/>	<hr/>

The directors loans are interest free with on fixed repayment date

b) Other Creditors

Trade Creditors	276.07	599
UK Tax on 2001/02 Profits	3959.33	2777
Accruals	-	477
Employment Taxes	536.41	825
Sundry Creditors	5077.97	289
VAT Liability	525.55	5663
	<hr/>	<hr/>
	10375.33	10630
	<hr/>	<hr/>

9. DEFERRED TAXATION ACCOUNT

Transferred from Profit & Loss Account	-	119
Attributable to Capital Allowances claimed		
in advance of Depreciation charges	-	-
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10. SHARE CAPITAL

Authorised

10000 (2001 1000) Ordinary shares of £1 each	10000.00	10000
	<hr/>	<hr/>

Issued and Fully Paid

2 (2001 2) Ordinary shares of £1 each	2.00	2
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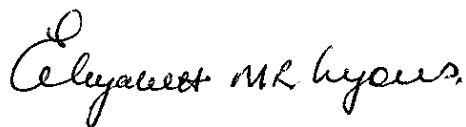
11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

Profits for Financial Year	23852.01	18142
Dividends and Taxation	18840.33	16896
	<hr/>	<hr/>
NET ADDITION TO SHAREHOLDERS FUNDS		
Opening Shareholders Funds	5011.68	1246
	<hr/>	<hr/>
CLOSING SHAREHOLDERS FUNDS	2160.78	914
	<hr/>	<hr/>
	7172.46	2160
	<hr/>	<hr/>

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
COMPUTER DOCTOR SERVICES LIMITED

In accordance with instructions given to us we have prepared the Financial Accounts for the year ended 31st July 2002 set out on pages 3 to 7 from the accounting records and from information and explanations supplied by the management of the company.

The Financial Accounts have not been audited. Accordingly, an audit opinion is not expressed and any other form of assurance that the accounting records and the Financial Accounts are free from material misstatement.



Elizabeth M.R. Lyons
(Financial Manager)
Computer Doctor Services Ltd.
20a Portland Road
Kilmarnock
Ayrshire
KA1 2BS.

Dated : 23rd May 2003.

COMPUTER DOCTOR SERVICES LIMITED

DETAILED PROFIT AND LOSS ACCOUNT

FOR YEAR ENDED 31 JULY 2002

	<u>2002</u>	<u>2001</u>
<u>SALES</u>	82013.07	71162
<u>DIRECT COSTS</u>		
Purchases	7296.51	12385
Add: Stock as at 31 July 2001	218.00	300
	7514.51	12685
Deduct: Stock as at 31 July 2002	450.00	218
	7064.51	12467
<u>GROSS PROFIT</u>	74948.56	58695
<u>OVERHEAD EXPENDITURE</u>		
Directors Salaries	15808.45	20822
Rent	1600.00	2600
Rates	142.70	-
Employees Wages & NIC	26315.57	9968
Subcontractors	-	832
Insurance	243.60	260
Repairs & Renewals	38.64	142
Stationery & Advertising	1378.20	1609
Subsistence & Travel	743.41	846
Postages	424.46	251
Telephone	2286.31	1771
Bank Interest & Charges	140.29	411
General Expenses	65.33	894
Tools & Consumables	215.35	-
Legal Fees	828.32	-
Accountancy/Fees	25.00	-
Entertainment	194.34	-
Donations	100.00	-
Sundries	65.31	-
Bad Debts/Write-Offs	12.33	-
Depreciation	468.94	147
	51096.55	40553
<u>NET PROFIT FOR YEAR</u>	23852.01	18142

This page does not form part of the statutory Accounts.