

MICRO MINDER PLC
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2001



JOHN CUMMING ROSS
Chartered Certified Accountants
29-30 Glasshouse Yard
London
EC1A 4JN

MICRO MINDER PLC**COMPANY INFORMATION**

Directors	Mr B G Sheth Mrs K B Sheth
Secretary	Mr V Shah
Company number	1831793
Registered office	8A Wadsworth Road Perivale, Greenford Middlesex UB6 7JD
Auditors	John Cumming Ross Therese House 29-30 Glasshouse Yard London EC1A 4JN
Bankers	National Westminster Bank PLC 116 Fenchurch Street London EC3M 5AK
Solicitors	Kumar & Company 204-226 Imperial Drive Harrow Middlesex HA2 7HH

MICRO MINDER PLC

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MICRO MINDER PLC

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2001

The directors present their report and financial statements for the year ended 31 March 2001.

Principal activities

The principal activities of the company continued to be that of dealing in computer hardware, installation, support, maintenance and the provision of ancillary services.

Directors

The following directors have held office since 1 April 2000:

Mr B G Sheth
Mrs K B Sheth

Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	31 March 2001 Ordinary shares	1 April 2000 Ordinary shares
Mr B G Sheth	75,000	75,000
Mrs K B Sheth	75,000	75,000

Charitable contributions

During the year the company made charitable donations of £250 (2000:£405).

Supplier payment policy

It is the company's policy to settle the terms of payment with the suppliers when agreeing each transaction, to ensure that suppliers are made aware of these terms and abide by them. In 2000/2001 it was the company's policy to pay bills 30 days after the date of receipt of the invoice, provided that the goods or work to which the invoice relates have been received or completed to our satisfaction and any credit period has not expired. The trade creditors outstanding at the year end represented 70 days purchases.

Future Developments

The directors are optimistic about the long-term prospects for continued growth.

Auditors

John Cumming Ross have agreed to offer themselves for re-appointment as auditors of the company.

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2001**

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.

By order of the board

.....
Mr V Shah

Secretary

15/10/2001

V Shah

MICRO MINDER PLC

AUDITORS' REPORT TO THE SHAREHOLDERS OF MICRO MINDER PLC

We have audited the financial statements on pages 4 to 13 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 2 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.

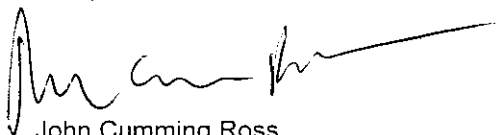
Basis of opinion

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 31 March 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



John Cumming Ross
Chartered Certified Accountants and Registered Auditors
Therese House
29-30 Glasshouse Yard
London
EC1A 4JN

Date: 17/10/2001

MICRO MINDER PLC

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2001**

	Notes	2001 £	2000 £
Turnover	2	1,114,660	1,444,570
Cost of sales		(798,866)	(1,068,713)
Gross profit		<u>315,794</u>	<u>375,857</u>
Administrative expenses		(236,479)	(253,639)
Other operating income		-	12,418
Operating profit	4	<u>79,315</u>	<u>134,636</u>
Other interest receivable and similar income	5	847	449
Interest payable and similar charges	6	(1,761)	(5,327)
Profit on ordinary activities before taxation		<u>78,401</u>	<u>129,758</u>
Tax on profit on ordinary activities	7	(17,910)	(28,100)
Profit on ordinary activities after taxation	14	<u><u>60,491</u></u>	<u><u>101,658</u></u>

Movements in reserves are shown in note 14.

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.

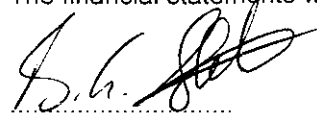
MICRO MINDER PLC

REGISTRAR

BALANCE SHEET AS AT 31 MARCH 2001

	Notes	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	8		130,544		150,893
Current assets					
Stocks	9	79,760		49,690	
Debtors	10	378,331		401,848	
Cash at bank and in hand		86,082		127,454	
		<u>544,173</u>		<u>578,992</u>	
Creditors: amounts falling due within one year	11	<u>(236,374)</u>		<u>(352,581)</u>	
Net current assets			307,799		226,411
Total assets less current liabilities			<u>438,343</u>		<u>377,304</u>
Creditors: amounts falling due after more than one year	12		(4,550)		(4,002)
			<u>433,793</u>		<u>373,302</u>
Capital and reserves					
Called up share capital	13		150,000		150,000
Profit and loss account	14		283,793		223,302
Shareholders' funds - equity interests	15		<u>433,793</u>		<u>373,302</u>

The financial statements were approved by the Board on 15/10/2001



Mr B G Sheth
Director

MICRO MINDER PLC*REGISTRAR***CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2001**

	2001 £	2000 £
Net cash (outflow)/inflow from operating activities	(659)	177,873
Returns on investments and servicing of finance		
Interest received	847	449
Interest paid	(1,761)	(5,327)
Net cash outflow for returns on investments and servicing of finance	(914)	(4,878)
Taxation	(28,030)	(6,983)
Capital expenditure		
Payments to acquire tangible assets	(9,594)	(643)
Receipts from sales of tangible assets	11,091	-
Net cash inflow/(outflow) for capital expenditure	1,497	(643)
Net cash (outflow)/inflow before management of liquid resources and financing	(28,106)	165,369
Financing		
Repayment of long term bank loan	(15,749)	(23,530)
Capital element of hire purchase contracts	(7,788)	-
Capital element of finance lease contracts	-	(11,578)
Net cash outflow from financing	(23,537)	(35,108)
(Decrease)/increase in cash in the year	<u>(51,643)</u>	<u>130,261</u>

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2001**

1	Reconciliation of operating profit to net cash inflow from operating activities	2001	2000
		£	£
	Operating profit	79,315	134,636
	Depreciation of tangible assets	19,053	21,423
	Profit on disposal of tangible assets	(201)	-
	(Increase)/decrease in stocks	(30,070)	15,909
	Decrease/(increase) in debtors	23,517	(89,536)
	(Decrease)/Increase in creditors within one year	(92,273)	95,441
	Net cash inflow from operating activities	(659)	177,873

2	Analysis of net funds	1 April 2000	Cash flow	Other non- 31 March 2001 cash changes
		£	£	£
	Net cash:			
	Cash at bank and in hand	127,454	(41,372)	86,082
	Bank overdrafts	(24,739)	(10,271)	(35,010)
		102,715	(51,643)	51,072
	Debt:			
	Finance leases	(14,938)	7,788	(7,150)
	Debts falling due within one year	(15,749)	15,749	-
		30,687	23,537	(7,150)
	Net funds	72,028	(28,106)	43,922

3	Reconciliation of net cash flow to movement in net funds	2001	2000
		£	£
	(Decrease)/increase in cash in the year	(51,643)	130,261
	Cash outflow from decrease in debt and lease financing	23,537	35,108
	Movement in net funds in the year	(28,106)	165,369
	Opening net funds/(debt)	72,028	(93,341)
	Closing net funds	43,922	72,028

MICRO MINDER PLC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2001

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

1.2 Turnover

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

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land 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:

Land and buildings Freehold	2.5% p.a. on a straight line basis
Plant and machinery	25% p.a. on a straight line basis
Fixtures, fittings & equipment	25% p.a. on a straight line basis
Motor vehicles	25% p.a. on a straight line basis

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock

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

1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.7 Comparative amounts

Certain comparative amounts are restated to ensure comparability without affecting the relevant net results.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2001

3 Directors and employees

	2001 £	2000 £
Staff costs including directors' emoluments		
Wages and salaries	233,646	159,598
Social security costs	21,447	15,075
	<u>255,093</u>	<u>174,673</u>
 Average monthly number employed including executive directors	 Number 10	 Number 5
 Directors	 £	 £
Emoluments	69,806	67,934
	<u>69,806</u>	<u>67,934</u>

4 Operating profit

	2001 £	2000 £
Operating profit is stated after charging:		
Staff costs (note 3)	255,093	174,673
Depreciation of tangible assets	19,053	21,423
Operating lease rentals	8,788	3,090
Auditors' remuneration	4,907	3,898
	<u>287,841</u>	<u>203,084</u>

The total amount charged against profits in respect of finance leases and hire purchase contracts is:

- depreciation	2,778	15,482
- interest payable	1,231	2,997
	<u>4,009</u>	<u>18,479</u>

5 Investment income

	2001 £	2000 £
Interest receivable	847	449
	<u>847</u>	<u>449</u>

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2001**

6	Interest payable	2001	2000
		£	£
	On bank loans and overdrafts	530	2,330
	Hire purchase interest	1,231	2,997
		<u>1,761</u>	<u>5,327</u>
7	Taxation	2001	2000
		£	£
	U.K. current year taxation		
	U.K. corporation tax at 20% (2000 - 20%)	17,936	28,100
	Prior years		
	U.K. corporation tax	(26)	-
		<u>17,910</u>	<u>28,100</u>

MICRO MINDER PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2001

8 Tangible fixed assets

	Land and buildings Freehold	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2000	142,783	18,111	6,778	54,739	222,411
Additions	-	-	-	9,594	9,594
Disposals	-	-	-	(20,910)	(20,910)
At 31 March 2001	142,783	18,111	6,778	43,423	211,095
Depreciation					
At 1 April 2000	22,142	13,684	6,477	29,216	71,519
On disposals	-	-	-	(10,021)	(10,021)
Charge for the year	3,570	4,032	216	11,235	19,053
At 31 March 2001	25,712	17,716	6,693	30,430	80,551
Net book value					
At 31 March 2001	117,071	395	85	12,993	130,544
At 31 March 2000	120,641	4,428	301	25,523	150,893

The net book value of fixed assets includes £8,995 (2000: £26,423) in respect of assets held under finance leases and hire purchase contracts.

	2000	1999
	£	£
Freehold	117,071	120,642

In the opinion of the directors there is no significant difference between the present market value of the property and the amount stated in the financial statements.

9 Stocks

	2001	2000
	£	£
Raw materials and finished goods	79,760	49,690

MICRO MINDER PLC

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2001**

10 Debtors	2001 £	2000 £
Trade debtors	370,678	387,864
Other debtors	4,707	12,815
Prepayments and accrued income	2,946	1,169
	<u>378,331</u>	<u>401,848</u>

11 Creditors: amounts falling due within one year	2001 £	2000 £
Bank loans and overdrafts	35,010	40,488
Net obligations under hire purchase contracts	2,600	10,936
Trade creditors	131,622	230,548
Corporation tax	17,980	28,100
Other taxes and social security costs	27,283	9,469
Directors' current accounts	9,615	24,952
Other creditors	8,090	4,238
Accruals and deferred income	4,174	3,850
	<u>236,374</u>	<u>352,581</u>

The amount of recourse debt included in trade creditors amounts to nil (2000:£117,311).

The bank overdraft is secured by a debenture over all the assets of the company and a legal mortgage over the freehold property situated at 8A Wadsworth Road, Perivale, Greenford, Middlesex UB6 7JD.

12 Creditors: amounts falling due after more than one year	2001 £	2000 £
Net obligations under hire purchase contracts	<u>4,550</u>	<u>4,002</u>
Net obligations under hire purchase contracts		
Repayable within one year	2,600	10,936
Repayable between one and five years	4,550	4,002
	<u>7,150</u>	<u>14,938</u>
Included in liabilities falling due within one year	(2,600)	(10,936)
	<u>4,550</u>	<u>4,002</u>

MICRO MINDER PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2001

13	Share capital	2001	2000
		£	£
	Authorised		
	250,000 Ordinary shares of £ 1 each	250,000	250,000
	Allotted, called up and fully paid		
	150,000 Ordinary shares of £ 1 each	150,000	150,000
14	Statement of movements on profit and loss account		
			Profit and loss account £
	Balance at 1 April 2000		223,302
	Retained profit for the year		60,491
	Balance at 31 March 2001		283,793
15	Reconciliation of movements in shareholders' funds	2001	2000
		£	£
	Profit for the financial year	60,491	101,658
	Opening shareholders' funds	373,302	271,644
	Closing shareholders' funds	433,793	373,302

16 Related party transactions

At the balance sheet date the amount owed by the company to the directors or to companies under the control of the directors amounted to £12,115 (2000: £24,951).

For the whole year the company was under the control of Mr B G Sheth and his wife Mrs K B Sheth who are both directors and shareholders of the company.