

ARTIFAX SOFTWARE LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2000



Faulkner House
Victoria Street
St Albans
Herts AL1 3SE

RAYNER ESSEX
CHARTERED ACCOUNTANTS

AUDITORS' REPORT TO ARTIFAX SOFTWARE LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the accounts of Artifax Software Limited for the year ended 31st March 2000 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

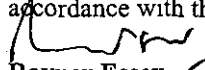
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out procedures we considered necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.


Rayner Essex

Chartered Accountants and Registered Auditors

Faulkner House
Victoria Street
St. Albans
Hertfordshire
AL1 3SE

Date: 23/6/00

ARTIFAX SOFTWARE LIMITED

ABBREVIATED BALANCE SHEET

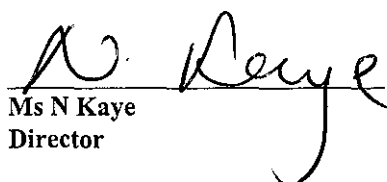
AS AT 31ST MARCH 2000

	Notes	£	2000 £	£	1999 £
Fixed assets	2				
Tangible fixed assets			19,755		6,109
Current assets					
Debtors		160,563		42,308	
Cash at bank and in hand		32,467		56,300	
		193,030		98,608	
Creditors: amounts falling due within one year		(164,032)		(67,956)	
Net current assets			28,998		30,652
Total assets less current liabilities			48,753		36,761
Capital and reserves					
Share capital	3		100		100
Profit and loss account			48,653		36,661
Shareholders' funds			48,753		36,761

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

These abbreviated accounts were approved by the board on 22/6/00 and signed on its behalf.


Mr T D Nathan
Director


Ms N Kaye
Director

ARTIFAX SOFTWARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2000

1 Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

Tangible fixed assets and depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets over their expected useful lives as follows:

Furniture and fittings	15% reducing balance.
Computer equipment	over 1 year.
Office equipment	over 3 years.

Deferred taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise in the foreseeable future. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advance corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

Contribution to pension funds

The company operates a defined contribution pension scheme. The amount charged to the profit and loss account in respect of pension costs is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

ARTIFAX SOFTWARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2000

2 Fixed assets

	Tangible fixed assets £	Total £
Cost		
At 1st April 1999	29,449	29,449
Additions	33,017	33,017
At 31st March 2000	<u>62,466</u>	<u>62,466</u>
Depreciation and amortisation		
At 1st April 1999	23,341	23,341
Charge for the year	19,370	19,370
At 31st March 2000	<u>42,711</u>	<u>42,711</u>
Net book value		
At 31st March 2000	<u>19,755</u>	<u>19,755</u>
At 31st March 1999	<u>6,108</u>	<u>6,108</u>

3 Share capital

	2000 £	1999 £
Authorised		
50 Ordinary 'A' shares of £1.00 each	50	50
50 Ordinary 'B' shares of £1.00 each	50	50
	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
50 Ordinary 'A' shares of £1.00 each	50	50
50 Ordinary 'B' shares of £1.00 each	50	50
	<u>100</u>	<u>100</u>