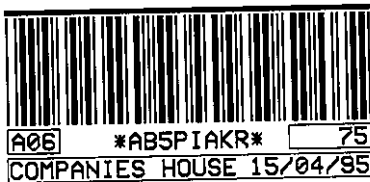


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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 1994

FOR

Rapidcrystal Limited



Rapidcrystal Limited

INDEX TO THE FINANCIAL STATEMENTS

	Page
Company Information	1
Report of the Directors	2
Report of the Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6
Trading and Profit and Loss Account	13

Rapidcrystal Limited

COMPANY INFORMATION

DIRECTORS: P A Boxall
Mrs H L Boxall

SECRETARY: Mrs H L Boxall

REGISTERED OFFICE: Aircraft Esplanade
Farnborough
Hants
GU14 6TG

REGISTERED NUMBER: 2278708

AUDITORS: Maxwell, Jones & Co
Registered Auditors
Sherwood House
41 Queens Road
Farnborough
Hants GU14 6JP

Rapidcrystal Limited

REPORT OF THE DIRECTORS

The directors present their report with the financial statements of the company for the year ended 31 July 1994.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the sale of computer management systems and maintenance.

DIRECTORS

The directors of the company in office during the year and their beneficial interests in the issued share capital were as follows:

<u>Name</u>	<u>Class of Capital</u>	<u>31. 7.94</u>	<u>1. 8.93</u>
P A Boxall	Ordinary £1	7	7
Mrs H L Boxall	Ordinary £1	3	3

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 judgments 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.

AUDITORS

The auditors, Maxwell, Jones & Co, will be proposed for re-appointment in accordance with Section 385A of the Companies Act 1985.

In preparing this report, the directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD:

Director 

Dated:

13/4/95.

Rapidcrystal Limited

**REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
Rapidcrystal Limited**

We have audited the financial statements on pages four to twelve which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two 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 judgments 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 July 1994 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Maxwell Jones & Co.

Maxwell, Jones & Co
Registered Auditors
Sherwood House
41 Queens Road
Farnborough
Hants GU14 6JP

Dated:

13/4/95

Rapidcrystal Limited

PROFIT AND LOSS ACCOUNT for the Year Ended 31 July 1994

	Notes	31. 7.94		31. 7.93	
		£	£	£	£
TURNOVER	2		494,627		471,872
Cost of Sales			296,139		264,437
GROSS PROFIT			198,488		207,435
Distribution Costs		7,134		5,078	
Administrative Expenses		138,205		114,075	
			145,339		119,153
			53,149		88,282
Other Operating Income	3		9,842		9,840
OPERATING PROFIT	4		62,991		98,122
Interest Receivable	5		272		64
			63,263		98,186
Interest Payable and Similar Charges			4,705		5,737
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			58,558		92,449
Tax on Profit on Ordinary Activities			14,788		23,090
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			43,770		69,359
Dividends	6		20,000		25,000
			23,770		44,359
Retained Profit/(Deficit) brought forward			35,371		(8,988)
RETAINED PROFIT CARRIED FORWARD			£59,141		£35,371

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

Rapidcrystal Limited

BALANCE SHEET As at 31 July 1994

	Notes	31. 7.94		31. 7.93	
		£	£	£	£
FIXED ASSETS:					
Tangible Assets	7		20,822		15,611
CURRENT ASSETS:					
Stocks	8	45,443		25,000	
Debtors	9	130,719		118,867	
Cash at Bank and In Hand		23,853		26,014	
		200,015		169,881	
CREDITORS: Amounts falling due within one year	10	138,071		127,781	
NET CURRENT ASSETS:			61,944		42,100
TOTAL ASSETS LESS CURRENT LIABILITIES:			82,766		57,711
CREDITORS: Amounts falling due after more than one year	11		23,615		22,330
			£59,151		£35,381
CAPITAL AND RESERVES:					
Called Up Share Capital	14		10		10
Profit & Loss Account			59,141		35,371
Shareholders' Funds	16		£59,151		£35,381

In preparing these financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

.....
DIRECTOR

Approved by the Board on 13/4/95 .

The notes form part of these financial statements

Rapidcrystal Limited

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 July 1994

1. ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared under the historical cost convention.

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant & Machinery	- 20% on reducing balance
Fixtures & Fittings	- 20% on reducing balance
Motor Vehicles	- 25% on reducing balance
Office Equipment	- 20% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred Taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire Purchase and Leasing Commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

Rapidcrystal Limited

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 July 1994

3. OTHER OPERATING INCOME

	31. 7.94	31. 7.93
	£	£
Rents Received	9,842	9,840
	<u> </u>	<u> </u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	31. 7.94	31. 7.93
	£	£
Depreciation - Owned Assets	4,701	2,899
Depreciation - Assets on Hire Purchase or Finance Leases	1,700	1,434
Auditors' Remuneration	3,018	1,422
	<u> </u>	<u> </u>
Directors' Emoluments	10,303	8,709
	<u> </u>	<u> </u>

5. INTEREST RECEIVABLE

	31. 7.94	31. 7.93
	£	£
Deposit Account Interest	272	64
	<u> </u>	<u> </u>

6. DIVIDENDS

	31. 7.94	31. 7.93
	£	£
Equity shares: Dividend	20,000	25,000
	<u> </u>	<u> </u>

Rapidcrystal Limited

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 July 1994

7. TANGIBLE FIXED ASSETS

	Plant & Machinery	Fixtures & Fittings	Motor Vehicles	Office Equipment	Totals
	£	£	£	£	£
COST:					
As at 1 August 1993	1,283	8,589	7,645	18,426	35,943
Additions	897	828	6,800	3,089	11,614
As at 31 July 1994	2,180	9,417	14,445	21,515	47,557
DEPRECIATION:					
As at 1 August 1993	417	3,091	3,345	13,481	20,334
Charge for Year	353	1,265	2,775	2,008	6,401
As at 31 July 1994	770	4,356	6,120	15,489	26,735
NET BOOK VALUE:					
As at 31 July 1994	£1,410	£5,061	£8,325	£6,026	£20,822
As at 31 July 1993	£866	£5,499	£4,300	£4,946	£15,611

Fixed assets, included in the above, which are held under hire purchase or finance leases are as follows:

	Motor Vehicles
	£
COST:	
As at 1 August 1993	7,645
Additions	6,800
Transferred to Ownership	(7,645)
As at 31 July 1994	6,800
DEPRECIATION:	
As at 1 August 1993	3,345
Charge for Year	1,700
Transferred to Ownership	(3,345)
As at 31 July 1994	1,700
NET BOOK VALUE:	
As at 31 July 1994	£5,100
As at 31 July 1993	£4,300

8. STOCKS

	31. 7.94	31. 7.93
	£	£
Stock	45,443	25,000

Rapidcrystal Limited

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1994**

**9. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31. 7.94 £	31. 7.93 £
Trade Debtors	117,657	106,246
Prepayments & Accrued Income	13,062	10,552
ACT Recoverable	-	2,069
	<u>130,719</u>	<u>118,867</u>

**10. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31. 7.94 £	31. 7.93 £
Bank Loans and Overdrafts (See Note 12)	9,806	25,188
Hire Purchase and Finance Leases (See Note 13)	1,815	1,803
Trade Creditors	70,400	37,041
PAYE & Other Taxes	10,376	8,633
Other Creditors	2,788	1,887
Accrued Expenses	2,900	2,700
Directors' Current Accounts	1,221	3,959
VAT	11,464	13,480
Taxation	27,301	33,090
	<u>138,071</u>	<u>127,781</u>

**11. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	31. 7.94 £	31. 7.93 £
Bank Loans (See Note 12)	20,742	22,330
Hire Purchase and Finance Leases (See Note 13)	2,873	-
	<u>23,615</u>	<u>22,330</u>

Rapidcrystal Limited

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1994**

12. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	31. 7.94 £	31. 7.93 £
Amounts falling due within one year or on demand:		
Bank Overdrafts	8,126	23,668
Bank Loans	1,680	1,520
	<u>9,806</u>	<u>25,188</u>
Amounts falling due between one and two years:		
Bank Loans	<u>1,860</u>	<u>1,680</u>
Amounts falling due between two and five years:		
Bank Loans	<u>7,260</u>	<u>6,360</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank Loans	<u>11,622</u>	<u>14,290</u>

The bank loan is repayable in monthly instalments scheduled to cease on 14 August 2002. Interest is payable at variable rates linked to the bank's base rate.

Rapidcrystal Limited

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1994**

13. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire Purchase Contracts	
	31. 7.94	31. 7.93
	£	£
Gross obligations repayable:		
Within one year	2,439	2,390
Between one and five years	3,862	-
	<u>6,301</u>	<u>2,390</u>
Finance Charges repayable:		
Within one year	624	587
Between one and five years	989	-
	<u>1,613</u>	<u>587</u>
Net obligations repayable:		
Within one year	1,815	1,803
Between one and five years	2,873	-
	<u>4,688</u>	<u>1,803</u>

14. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31. 7.94	31. 7.93
		Value:	£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31. 7.94	31. 7.93
		Value:	£	£
10	Ordinary	£1	<u>10</u>	<u>10</u>

Rapidcrystal Limited

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 July 1994**

15. OTHER FINANCIAL COMMITMENTS

Operating Leases

At 31 July 1994 the company was committed to making the following payments during the next year in respect of operating leases.

	Land and Buildings £	Other £
Leases which expire		
Within one year	-	-
Within 2 to 5 Years	-	-
After 5 Years	19,000	-
	<u>19,000</u>	<u>-</u>

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31. 7.94 £	31. 7.93 £
Profit for the Financial Year	43,770	69,359
Dividends	(20,000)	(25,000)
NET ADDITION TO SHAREHOLDERS' FUNDS	<u>23,770</u>	<u>44,359</u>
Opening Shareholders' Funds	35,381	(8,978)
CLOSING SHAREHOLDERS' FUNDS	<u>59,151</u>	<u>35,381</u>
Equity interests	<u>59,151</u>	<u>35,381</u>