

2799021 (England and Wales)

Care Computers & Services Limited
Directors' Report and Financial Statements
for the year ended 31 August 2002



Care Computers & Services Limited

Company Information

Directors	D.A. Higgins Esq. Ms K. Ford
Secretary	Mrs. K.I.H. Higgins
Company Number	2799021 (England and Wales)
Registered Office	Power House Oak Lane Windsor Berkshire, SL4 5EU
Auditors	Rakmans Chartered Accountants 85 Oakwood Court London W14 8JZ

Care Computers & Services Limited

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Care Computers & Services Limited

Directors' Report for the year ended 31 August 2002

The directors present their report and the financial statements for the year ended 31 August 2002.

Principal Activities and Review of the Business

The principal activity of the company is that of dealing and providing maintenance services for computers and related products. The events of September 11 have had an impact on the business, and the director expects the market to improve.

Results and Dividends

The results for the year are set out on page 4.

The directors have paid an interim dividend, amounting to £18,000, and they do not recommend payment of a final dividend.

It is proposed that the loss of £2,822 is transferred to reserves.

Fixed Assets

The significant changes in fixed assets during the year are explained in notes 7 and 8 to the financial statements.

Directors and their Interests

The directors who served during the year and their interests in the company were as stated below.

		Number of shares	
		2002	2001
	Class of share		
D.A. Higgins Esq.	Ordinary shares	100	100
Ms K. Ford	Ordinary shares	-	-

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Rakmans be reappointed as auditors of the company will be put to the Annual General Meeting.

Care Computers & Services Limited

Directors' Report for the year ended 31 August 2002 (continued)

Directors' Responsibilities

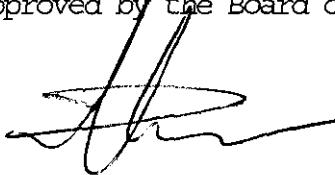
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- 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.

This report was approved by the Board on 26 August 2003

D.A. Higgins Esq.
Director



Care Computers & Services Limited

Auditors' Report
to the shareholders of Care Computers & Services Limited

We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

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.

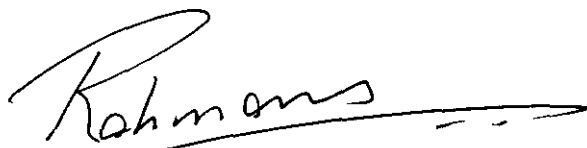
Basis of opinion

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 August 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Rakmans

Chartered Accountants
Registered Auditor

26 August 2003

Chartered Accountants
85 Oakwood Court
London
W14 8JZ

Care Computers & Services Limited

Profit and Loss Account
for the year ended 31 August 2002

	Notes	2002 £	2001 £
Turnover	2	1,122,612	1,515,283
Cost of sales		(917,973)	(1,288,572)
Gross profit		204,639	226,711
Administrative expenses		(175,994)	(174,670)
Operating profit	3	28,645	52,041
Other interest receivable and similar income	4	2,351	2,726
Profit on ordinary activities before taxation		30,996	54,767
Tax on profit on ordinary activities	5	(15,818)	(11,350)
Profit on ordinary activities after taxation		15,178	43,417
Dividends	6	(18,000)	(18,000)
Retained loss for the year	15	£ (2,822)	£ 25,417

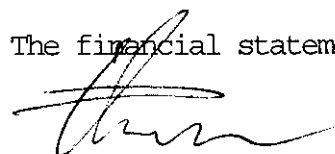
There are no recognised gains and losses other than those passing through the profit and loss account.

Care Computers & Services Limited

Balance Sheet as at 31 August 2002

	Notes	2002 £	2001 £
Fixed Assets			
Intangible assets	7	82,500	90,000
Tangible assets	8	79,135	91,640
		<u>161,635</u>	<u>181,640</u>
Current Assets			
Stocks	9	27,484	31,919
Debtors	10	107,131	136,954
Cash at bank and in hand		170,493	178,741
		<u>305,108</u>	<u>347,614</u>
Creditors: amounts falling due within one year	11	<u>(261,050)</u>	<u>(320,739)</u>
Net Current Assets		<u>44,058</u>	<u>26,875</u>
Total Assets Less Current Liabilities		<u>205,693</u>	<u>208,515</u>
Provision for Liabilities and Charges	12	<u>(22,522)</u>	<u>(22,522)</u>
		<u>£ 183,171</u>	<u>£ 185,993</u>
Capital and Reserves			
Called up share capital	14	100	100
Share premium account		181,697	181,697
Profit and loss account	15	1,374	4,196
Shareholders' Funds (All equity)	16	<u>£ 183,171</u>	<u>£ 185,993</u>

The financial statements were approved by the Board on 26 August 2003.



D.A. Higgins Esq.
Director

Care Computers & Services Limited

Notes to the Financial Statements for the year ended 31 August 2002

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

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

1.2 Turnover

Turnover represents amounts receivable for goods and services provided in the UK net of VAT and trade discounts.

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 20 years.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets 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:

Plant and machinery	-	10% Straight line
Fixtures, fittings and equipment	-	10% Straight line
Motor vehicles	-	20% Straight line

1.5 Stock

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

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

1.7 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

Care Computers & Services Limited

Notes to the Financial Statements for the year ended 31 August 2002

2. Turnover

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

3. Operating Profit

	2002 £	2001 £
Operating profit is stated after charging:		
Depreciation of intangible assets	7,500	7,500
Depreciation of tangible assets	19,196	29,653
Auditors' remuneration	6,000	6,000

4. Other Interest Receivable and Similar Income

	2002 £	2001 £
Bank interest received	2,351	2,726

5. Taxation

	2002 £	2001 £
U.K. Current year taxation		
U.K. Corporation tax at 20% (2001 - 20%)	8,200	14,156
Transfer from deferred taxation	-	(2,806)
	8,200	11,350
Prior years		
U.K. Corporation tax	7,618	-
	£ 15,818	£ 11,350

6. Dividends

	2002 £	2001 £
Ordinary interim paid 27 August 2002	18,000	18,000

The company has declared an interim dividend of £18,000 for the year ended 31 August 2002 (2001:£18,000) in respect of the ordinary shares.

Care Computers & Services Limited

Notes to the Financial Statements
for the year ended 31 August 2002

7. Intangible Fixed Assets

	Goodwill £
Cost	
At 1 September 2001 & at 31 August 2002	150,000
Provision for diminution in value	
At 1 September 2001	60,000
Charge for year	7,500
At 31 August 2002	67,500
Net book value	
At 31 August 2002	£ 82,500
At 31 August 2001	£ 90,000

8. Tangible Assets

	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost				
At 1 September 2001	32,981	129,135	67,214	229,330
Additions	-	389	6,301	6,690
At 31 August 2002	32,981	129,524	73,515	236,020
Depreciation				
At 1 September 2001	23,251	51,915	62,523	137,689
Charge for year	3,295	12,909	2,992	19,196
At 31 August 2002	26,546	64,824	65,515	156,885
Net book values				
At 31 August 2002	£ 6,435	£ 64,700	£ 8,000	£ 79,135
At 31 August 2001	£ 9,730	£ 77,220	£ 4,690	£ 91,640

9. Stocks

	2002 £	2001 £
Finished goods and goods for resale	27,484	31,919

Care Computers & Services Limited

Notes to the Financial Statements for the year ended 31 August 2002

10. Debtors	2002 £	2001 £
Trade debtors	80,962	110,785
Prepayments and accrued income	26,169	26,169
	<u>£ 107,131</u>	<u>£ 136,954</u>

11. Creditors: amounts falling due within one year	2002 £	2001 £
Bank loans and overdrafts	28,530	35,922
Trade creditors	150,462	148,427
Corporation tax	8,200	14,190
Other taxes and social security costs	23,245	23,830
Directors' current accounts	16,303	28,149
Accruals and deferred income	34,310	70,221
	<u>£ 261,050</u>	<u>£ 320,737</u>

12. Provisions for Liabilities and Charges

Deferred tax is provided at 20% (2001 - 20%) analysed over the following timing differences:

	Fully Provided	
	2002 £	2001 £
Accelerated capital allowances	22,522	22,522
	<u>£ 22,522</u>	<u>£ 22,522</u>

13. Pension Costs

The pension costs relate to the contributions made to the company's defined contributions pension scheme.

Care Computers & Services Limited

Notes to the Financial Statements
for the year ended 31 August 2002

14.	Share Capital	2002 £	2001 £
	Authorised		
	100 Ordinary shares of £1 each	100	100
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	100 Ordinary shares of £1 each	100	100
		<u> </u>	<u> </u>
15.	Profit And Loss Account	2002 £	2001 £
	Retained profits at 1 September 2001	4,196	(21,221)
	Retained loss for the year	(2,822)	25,417
		<u> </u>	<u> </u>
	Retained profits at 31 August 2002	£ 1,374	£ 4,196
		<u> </u>	<u> </u>
16.	Reconciliation of Movements in Shareholders' Funds	2002 £	2001 £
	Profit for the financial year	15,178	43,417
	Dividends	(18,000)	(18,000)
		<u> </u>	<u> </u>
	Net depletion in shareholders' funds	(2,822)	25,417
	Opening shareholders' funds	185,993	160,576
		<u> </u>	<u> </u>
	Closing shareholders' funds	£ 183,171	£ 185,993
		<u> </u>	<u> </u>
17.	Directors' Emoluments	2002 £	2001 £
	Remuneration	37,015	30,695
		<u> </u>	<u> </u>

Care Computers & Services Limited

Notes to the Financial Statements
for the year ended 31 August 2002

18. Employees

Number of employees

The average weekly number of employees (including directors) during the year was:

	2002 Number	2001 Number
Administration	2	2
Maintenance	11	13
	<u>13</u>	<u>15</u>

Employment costs

	£	£
Wages and salaries	237,801	285,959
Social security costs	23,719	24,184
Other pension costs	3,047	3,047
	<u>£ 264,567</u>	<u>£ 313,190</u>