

MILLSTREAM DESIGNS LTD

FINANCIAL STATEMENTS

28 FEBRUARY 2002

Company Registration Number 03717708



OWENS THOMAS LIMITED
Accountants & Business Advisers
25 Cathedral Road
Cardiff
CF11 9TZ

MILLSTREAM DESIGNS LTD

FINANCIAL STATEMENTS

YEAR ENDED 28 FEBRUARY 2002

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MILLSTREAM DESIGNS LTD

THE DIRECTORS' REPORT

YEAR ENDED 28 FEBRUARY 2002

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 28 February 2002.

PRINCIPAL ACTIVITIES

The company was incorporated on 23 February 1999 and commenced trading the same day. The principal activity of the company during the year was that of developing software solutions for businesses.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

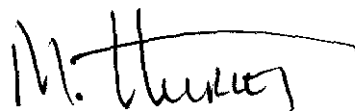
	Ordinary Shares of £1 each	
	At 28 February 2002	At 1 March 2001
Mr M Hurley	1	1
Mr S L Jones	<u>1</u>	<u>1</u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
Foel Farm
Glandwr
Whitland
Dyfed
SA34 0UD

Signed by order of the directors



MR MIKE HURLEY
Company Secretary

Approved by the directors on 9-12-02

MILLSTREAM DESIGNS LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 28 FEBRUARY 2002

	Note	2002 £	2001 £
TURNOVER		54,673	37,179
Cost of sales		<u>1,476</u>	<u>590</u>
GROSS PROFIT		53,197	36,589
Distribution Costs		130	91
Administrative expenses		<u>17,572</u>	<u>7,237</u>
OPERATING PROFIT	2	35,495	29,261
Interest receivable		33	38
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>35,528</u>	<u>29,299</u>
Tax on profit on ordinary activities	3	6,076	5,624
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>29,452</u>	<u>23,675</u>
Equity dividends paid		24,000	22,638
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>5,452</u>	<u>1,037</u>

The notes on pages 4 to 6 form part of these financial statements.

MILLSTREAM DESIGNS LTD

BALANCE SHEET

YEAR ENDED 28 FEBRUARY 2002

	Note	2002 £	2001 £
FIXED ASSETS			
Tangible assets	4	<u>6,737</u>	<u>4,306</u>
CURRENT ASSETS			
Debtors	5	5,810	4,703
Cash at bank		<u>8,551</u>	<u>5,863</u>
		14,361	10,566
CREDITORS: Amounts falling due within one year	6	<u>10,413</u>	<u>9,623</u>
NET CURRENT ASSETS		<u>3,948</u>	<u>943</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>10,685</u>	<u>5,249</u>
CAPITAL AND RESERVES			
Called-up equity share capital	8	2	2
Profit and Loss Account		<u>10,683</u>	<u>5,247</u>
SHAREHOLDERS' FUNDS		<u>10,685</u>	<u>5,249</u>

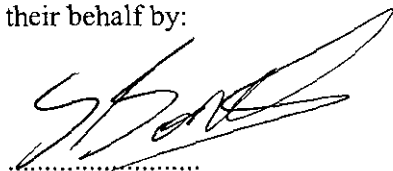
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 9-12-02 and are signed on their behalf by:



MR S L JONES

The notes on pages 4 to 6 form part of these financial statements.

MILLSTREAM DESIGNS LTD

NOTES TO THE FINANCIAL STATEMENTS

28 FEBRUARY 2002

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention,, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 33.3% Straight Line
Equipment	- 33.3% Straight Line

2. OPERATING PROFIT

Operating profit is stated after charging:

	2002	2001
	£	£
Directors' emoluments	-	-
Depreciation	<u>4,578</u>	<u>2,097</u>

3. TAX ON PROFIT ON ORDINARY ACTIVITIES

Taxation

	2002	2001
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 20% (2001 - 17%)	6,076	5,590
Corporation tax	-	34
Total current tax	<u>6,076</u>	<u>5,624</u>
Tax on profit on ordinary activities	<u>6,076</u>	<u>5,624</u>

MILLSTREAM DESIGNS LTD

NOTES TO THE FINANCIAL STATEMENTS

28 FEBRUARY 2002

4. TANGIBLE FIXED ASSETS

	Fixtures & Fittings £	Equipment £	Total £
COST			
At 1 March 2001	70	7,914	7,984
Additions	366	6,643	7,009
At 28 February 2002	<u>436</u>	<u>14,557</u>	<u>14,993</u>
DEPRECIATION			
At 1 March 2001	39	3,639	3,678
Charge for the year	135	4,443	4,578
At 28 February 2002	<u>174</u>	<u>8,082</u>	<u>8,256</u>
NET BOOK VALUE			
At 28 February 2002	<u>262</u>	<u>6,475</u>	<u>6,737</u>
At 28 February 2001	<u>31</u>	<u>4,275</u>	<u>4,306</u>

5. DEBTORS

	2002 £	2001 £
Trade debtors	<u>5,810</u>	<u>4,703</u>

6. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Trade creditors	402	974
Other creditors including taxation:		
Corporation tax	6,076	5,564
VAT	2,330	1,598
Directors current accounts	880	762
Accruals and deferred income	725	725
	<u>10,413</u>	<u>9,623</u>

7. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

MILLSTREAM DESIGNS LTD

NOTES TO THE FINANCIAL STATEMENTS

28 FEBRUARY 2002

8. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

	2002	2001
	£	£
Ordinary share capital	<u>2</u>	<u>2</u>

9. PROFIT AND LOSS ACCOUNT

	2002	2001
	£	£
Balance brought forward	5,247	4,210
Retained profit for the financial year	5,452	1,037
Other	(16)	—
Balance carried forward	<u>10,683</u>	<u>5,247</u>