

Computer Management Corporation PLC

**Directors' Report and Financial Statements
for the year ended 30 September 2003**



L12
COMPANIES HOUSE

LEFEUUPS

0304
30/04/04

Computer Management Corporation PLC

Contents

	Page
Company Information	1
Statement of Directors' Responsibilities'	2
Directors' Report	3
Auditors' Report	4
Profit and Loss Account	5
Balance Sheet	6
Cash Flow Statement	7
Notes to the Financial Statements	8 - 12

Computer Management Corporation PLC

Company Information

Directors	Norman Norton Paul Tyrone Thomas
Secretary	Imagine Business CoSec Ltd
Company Number	04044921
Registered Office	Painters Hall 9 Little Trinity Lane London EC4V 2AD
Bankers	Nat West Bank PLC City of London Branch 1 Princes Street London EC2R 8PA
Auditors	V. A. Shah & Co. Chartered Certified Accountants 37 Kenver Avenue Finchley London N12 0PG

Computer Management Corporation PLC

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 the affairs of the company and of the profit or loss of the company for that year.

In preparing these financial statements the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

Computer Management Corporation PLC

Directors' Report for the year ended 30 September 2003

The directors present their annual report and the audited financial statements for the year ended 30 September 2003.

Principal Activity

The principal activity of the company during the year was providing IT based solutions.

Results and Dividends

The profit for the year, after taxation, was £84,717 (2002: £53,108). The directors paid interim dividends of £84,324 during the year (2002: 82,104). The directors do not recommend payment of final dividends for the year.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares		Ordinary A shares	
	2003	2002	2003	2002
Norman Norton	35,000	16,667	1	1
Paul Tyrone Thomas	35,000	16,667	1	1

Payments to Suppliers

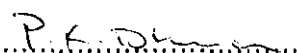
The Company's policy is to pay suppliers according to the agreed terms and conditions of business under which transactions are conducted provided, that the goods and services have been supplied in accordance therewith. Trade creditors in the sum of £32,692 were outstanding at the year end.

Fixed Assets

Changes in the Company's tangible assets are disclosed in Note 7 to the financial statements.

Auditors

The registered auditors, V. A. Shah & Co. have indicated their willingness to continue in office and in accordance with Section 385 of the Companies Act 1985, a resolution proposing their appointment will be put to the Annual General Meeting.



 Secretary

28 April 2004

Computer Management Corporation PLC
Report of the Independent Auditors to the members of Computer Management Corporation PLC

We have audited the Financial Statements of Computer Management Corporation PLC for the year ended 30 September 2003, on pages 5-12. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective Responsibilities of Directors and Auditors

As described on page 2, the Company's directors are responsible for the preparation of financial statement in accordance with The Companies Act 1985 and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with The Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors is not consistent with financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if the information specified by law regarding directors' remuneration and transactions with the Company is not disclosed.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or inconsistencies with the Financial Statements.

Basis of Opinion

We conducted our audit in accordance with auditing standards issued by the Auditing Practices Board in the United Kingdom. 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.

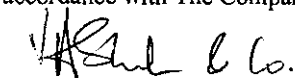
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 30 September 2003 and of its profit for the year then ended and have been properly prepared in accordance with The Companies Act 1985.

37 Kenver Avenue
Finchley
London N12 0PG

28 April 2004



V. A. Shah & Co.
Chartered Certified Accountants
Registered Auditor

Computer Management Corporation PLC

**Profit and Loss Account
for the year ended 30 September 2003**

		Continuing operations	
		2003	2002
	Notes	£	£
Turnover	2	357,149	475,580
Cost of sales		(113,055)	(184,034)
Gross profit		<u>244,094</u>	<u>291,546</u>
Administrative expenses		(142,561)	(228,774)
Operating profit	3	<u>101,533</u>	<u>62,772</u>
Interest receivable and similar income		551	203
Interest payable and similar charges		<u>-</u>	<u>(4)</u>
Profit on ordinary activities before taxation		102,084	62,975
Tax on profit on ordinary activities	5	<u>(17,367)</u>	<u>((9,867))</u>
Profit on ordinary activities after taxation		84,717	53,108
Dividends	6	<u>(84,324)</u>	<u>82,104</u>
(Loss)/Profit for the year		393	<u>(28,996)</u>
Retained profit brought forward		1,513	30,509
Retained profit carried forward		<u>£ 1,906</u>	<u>£ 1,513</u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 8 to 12 form part of these accounts.

Computer Management Corporation PLC

**Balance Sheet
as at 30 September 2003**

		2003		2002	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	7		39936		25,408
Current Assets					
Stocks and Work in Progress		24,782			
Debtors	8	77,891		105,848	
Cash at bank and in hand		22,468		69,913	
		<u>125,141</u>		<u>175,761</u>	
Creditors: amounts falling due within one year	9	<u>(93,169)</u>		<u>(149,654)</u>	
Net Current Assets			<u>31,972</u>		<u>26,107</u>
Total Assets Less Current Liabilities			<u>£ 71,908</u>		<u>£ 51,515</u>
Capital and Reserves					
Called up share capital	10		70,002		50,002
Profit and loss account			1,906		1,513
Equity Shareholders' Funds	11		<u>£ 71,908</u>		<u>£ 51,515</u>

The financial statements were approved by the Board on 28 April 2004 and signed on its behalf by



Director

Computer Management Corporation PLC

**Cash Flow Statement
for the year ended 30 September 2003**

	Notes	2003 £	2002 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		101,533	62,772
Depreciation		18,084	7,953
(Increase) in Stocks		(24,782)	-
Decrease/(Increase) in Debtors		27,957	(7,793)
(Decrease)/Increase in Creditors		(71,295)	98,053
Net cash inflow from operating activities		<u>51,497</u>	<u>160,985</u>

CASH FLOW STATEMENT

Net cash inflow from operating activities		51,497	160,985
Returns on investments and servicing of finance	13	551	203
Capital expenditure	13	(32,612)	(14,275)
Corporation Tax liability paid		(2,557)	-
		<u>16,879</u>	<u>146,913</u>
Equity dividends paid		(84,324)	(82,104)
		<u>(67,445)</u>	<u>64,809</u>
Financing	13	20,000	2
(Decrease)/Increase in cash in the year		<u>(47,445)</u>	<u>64,811</u>

Reconciliation of net cash flow to movement in net funds (Note 14)

(Decrease)/Increase in cash in the year	(47,445)	64,811
Net funds at 1 October 2002	69,913	5,102
Net funds at 30 September 2003	<u>22,468</u>	<u>69,913</u>

Computer Management Corporation PLC

Notes to the Financial Statements for the year ended 30 September 2003

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention

1.2. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings
and equipment - 25% Straight Line

No Depreciation will be provided in the year of acquisition of assets, and full year charge will be provided in the year of disposal.

1.3. 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 materialise.

2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

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

3. Operating profit

	2003 £	2002 £
Operating profit is stated after charging:		
Audit Fees	750	750
Depreciation of tangible assets	18,084	7,953
	=====	=====

Computer Management Corporation PLC

Notes to the Financial Statements for the year ended 30 September 2003

4. Directors' emoluments

	2003	2002
	£	£
Remuneration and other benefits	£5,000	£40,000
	<u>=====</u>	<u>=====</u>

5. Taxation

	2003	2002
	£	£
UK current year taxation		
UK Corporation Tax @19%	17,367	11,378
Corporation Tax overprovided in prior year	-	(1,511)
	<u>£17,367</u>	<u>£ 9,867</u>
	<u>=====</u>	<u>=====</u>

6. Dividends

	2003	2002
	£	£
Ordinary shares - Interim dividends paid	£ 84,324	£ 82,104
	<u>=====</u>	<u>=====</u>

Computer Management Corporation PLC

**Notes to the Financial Statements
for the year ended 30 September 2003**

7. Tangible fixed assets

	Fixtures, Fittings, and Equipment	Total
	£	£
Cost		
At 1 October 2002	39,723	39,723
Additions	32,612	32,612
At 30 September 2003	<u>72,335</u>	<u>72,335</u>
Depreciation		
At 1 October 2002	14,315	14,315
Charge for the year	18,084	18,084
At 30 September 2003	<u>32,399</u>	<u>32,399</u>
Net book values		
At 30 September 2003	<u>£ 39,936</u>	<u>£ 39,936</u>
At 30 September 2002	<u>£ 25,408</u>	<u>£ 25,408</u>

8. Debtors

	2003	2002
	£	£
Trade debtors	15,193	68,282
Amounts Owed by Associated Companies	6,305	-
Called Up Share Capital Not Paid	52,500	37,500
Prepayments and Accrued income	3,893	66
	<u>£ 77,891</u>	<u>£105,848</u>

Computer Management Corporation PLC

**Notes to the Financial Statements
for the year ended 30 September 2003**

9. Creditors: amounts falling due within one year	2003	2002
	£	£
Trade creditors	32,692	76,392
Other Creditors	23,316	43,548
Corporation tax	27,034	12,224
Other taxes and social security costs	8,588	13,206
Accruals and deferred income	1,539	4,284
	<u>£ 93,169</u>	<u>£149,654</u>
 10. Share capital	 2003	 2002
	£	£
Authorised equity		
70,000 Ordinary shares of £1 each	70,000	50,000
2 Ordinary 'A' shares of £1 each	2	2
	<u>£70,002</u>	<u>£50,002</u>
 Allotted, called up and fully paid equity		
70,000 Ordinary shares of £1 each	70,000	50,000
2 Ordinary 'A' shares of £1 each	2	2
	<u>£ 70,002</u>	<u>£ 50,002</u>
 11. Reconciliation of movements in shareholders' funds	 2003	 2002
	£	£
Profit for the year	84,717	53,108
Dividends	(84,324)	(82,104)
	<u>393</u>	<u>(28,996)</u>
Net proceeds of equity share issue	20,000	2
Net addition to/deduction from shareholders' funds	<u>20,393</u>	<u>(28,994)</u>
Opening shareholders' funds	51,515	80,509
Closing shareholders' funds	<u>£ 71,908</u>	<u>£ 51,515</u>

Computer Management Corporation PLC

**Notes to the Financial Statements
for the year ended 30 September 2003**

12. Gross Cash Flows

	2003	2002
	£	£
Returns on investments and servicing of finance		
Commissions Received	80	-
Interest received	471	203
	<u>£ 551</u>	<u>£ 203</u>
Capital expenditure		
Payments to acquire tangible assets	£ (32,612)	£ (14,275)
Financing		
Issue of ordinary share capital	<u>£ 20,000</u>	<u>£ 2</u>

13. Analysis of changes in net funds

	Opening balance	Cash flows	Closing balance
	£	£	£
Cash at bank and in hand	<u>69,913</u>	<u>(47,445)</u>	<u>22,468</u>