

80997

CASTLE COMPUTER SERVICES (EDINBURGH) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1995



CASTLE COMPUTER SERVICES (EDINBURGH) LIMITED

DIRECTORS

A.M.Munro
D.W.Griffin
E.J.Doyle
G.A.Strathie

COMPANY SECRETARY

W.A.Finlayson

REGISTERED OFFICE

50/52 Bernard Street
Leith
Edinburgh, EH6 6PR

REGISTERED NUMBER

80997

SOLICITORS

Murray Beith & Murray, W.S
39 Castle Street
Edinburgh, EH2 3BH

BANKERS

Bank of Scotland
38 St. Andrew Square
Edinburgh, EH2 2YR

AUDITORS

Scott Oswald
Chartered Accountants
1 Royal Terrace
Edinburgh, EH7 5AD

YEAR ENDED 31ST DECEMBER 1995

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REPORT OF THE AUDITORS TO THE DIRECTORS OF CASTLE COMPUTER SERVICES (EDINBURGH)
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages 4 to 7 together with the full financial statements of Castle Computer Services (Edinburgh) Limited for the year ended 31st December 1995. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 to 247 of the Companies Act 1985 to deliver abbreviated financial statements for the year ended 31st December 1995 and the abbreviated financial statements set out on pages 4 to 7 have been properly prepared in accordance with Schedule 8 of that Act.

On 23rd April 1996 we reported as auditors of Castle Computer Services (Edinburgh) Limited, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1995 and our audit report was as follows:

"We have audited the financial statements on pages 6 to 13 which have been prepared under the historical cost convention and on the basis of the accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 3 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial 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 affairs of the company at 31st December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies."

Scott Oswald

SCOTT OSWALD
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
EDINBURGH
23rd April 1996

CASTLE COMPUTER SERVICES (EDINBURGH) LIMITED

ABBREVIATED BALANCE SHEET
31ST DECEMBER 1995

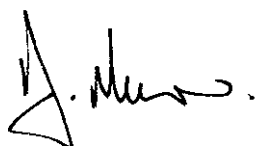
	NOTE	£	£	1994 £
FIXED ASSETS				
Tangible assets	1		53,244	<u>41,890</u>
CURRENT ASSETS				
Stocks		65,424		80,196
Debtors		203,710		183,545
Cash at bank and in hand		<u>45</u>		<u>12</u>
		269,179		263,753
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2	(217,471)		(235,703)
NET CURRENT ASSETS			<u>51,708</u>	<u>28,050</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			104,952	69,940
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR			(75,011)	(44,597)
			<u>29,941</u>	<u>25,343</u>
Financed by:				
CAPITAL AND RESERVES				
Called-up share capital	3		17,085	17,085
Other reserves			3,015	3,015
Profit and loss account			<u>9,841</u>	<u>5,243</u>
Shareholders funds			<u>29,941</u>	<u>25,343</u>

The directors have taken advantage of the exemption conferred by Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

On the same grounds, advantage has been taken in the preparation of the financial statements of the special exemptions conferred by Part I of Schedule 8 to that Act.

The abbreviated financial statements were approved by the Board on 23rd April 1996 and signed on its behalf by

Andrew Muir Munro
Director



Douglas William Griffin
Director



CASTLE COMPUTER SERVICES (EDINBURGH) LIMITED

ACCOUNTING POLICIES

ACCOUNTING CONVENTION

The financial statements are prepared in compliance with the Companies Act 1985 and under the historical cost convention.

FIXED ASSETS

Provision is made for the depreciation of fixed assets in order to write off the cost or valuation of these assets over their expected useful lives.

The annual depreciation rates and methods are as follows:

Office equipment	- 20%	straight line
Computer equipment	- 33.33%	straight line
Motor vehicles	- 25%	reducing balance

STOCK AND WORK IN PROGRESS

Stocks are stated at the lower of cost and net realisable value.

Cost incurred in bringing each product to its present condition and location comprises :

Finished goods - purchase cost on a first-in, first-out basis.

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

Work in progress comprises specific costs incurred in the ongoing development of proven software packages.

DEFERRED TAXATION

Provision is made for deferred taxation to the extent to which liabilities are likely to arise in the foreseeable future.

CASTLE COMPUTER SERVICES (EDINBURGH) LIMITED

ACCOUNTING POLICIES

HIRE PURCHASE COMMITMENTS

Assets financed by leasing agreements ("finance leases") are capitalised in the balance sheet and are depreciated over the shorter of the lease term or their useful lives. The present value of future rentals is shown as a liability.

The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

PENSION CONTRIBUTION

The company operates pension schemes for the benefit of certain of its employees. The cost of pension contributions is charged against revenue in order to recognise the expected cost of providing pensions on a systematic and rational basis over the employees' expected working lives with the company..

CASTLE COMPUTER SERVICES (EDINBURGH) LIMITED

NOTES ON THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 1995

1 TANGIBLE FIXED ASSETS

	Total £
COST	
At beginning	162,089
Additions at cost	32,865
Applicable to disposals	<u>(31,352)</u>
	<u>163,602</u>
DEPRECIATION	
At beginning	120,199
Charge for the year	17,922
Released by disposals	<u>(27,763)</u>
	<u>110,358</u>
NET BOOK VALUE	<u>53,244</u>
NET BOOK VALUE AT BEGINNING	<u>41,890</u>

The net book value of £53,244 includes an amount of £36,406 in respect of assets held under hire purchases contracts.

2 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£	1994 £
The following secured amounts fall due within one year:	<u>55,711</u>	<u>82,747</u>

The bank overdraft is secured by a bond and floating charge over the whole assets of the company

3 SHARE CAPITAL

	£	1994 £
Authorised:		
18,970 ordinary shares of £1 each	18,970	18,970
6,030 redeemable preference shares of £1 each	<u>6,030</u>	<u>6,030</u>
	<u>25,000</u>	<u>25,000</u>
Allotted, issued and fully paid:		
14,070 ordinary shares of £1 each	14,070	14,070
3,015 redeemable preference shares of £1 each	<u>3,015</u>	<u>3,015</u>
	<u>17,085</u>	<u>17,085</u>