

Abbreviated Financial Statements

for the year ended 31 July 1998

for

Capsoft UK Limited



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for the year ended 31 July 1998

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Capsoft UK Limited

Company Information
for the year ended 31 July 1998

DIRECTORS:	Mr R Shepherd Mrs D Shepherd Mr N Jordan
SECRETARY:	TM Company Services Ltd
REGISTERED OFFICE:	66 Queen Street Edinburgh EH2 4NE
REGISTERED NUMBER:	166375 (Scotland)
ACCOUNTANTS:	Macgill Management Services 4 Lochend Road Edinburgh EH6 8BR
BANKERS:	Bank of Scotland Almondvale South Branch Livingston EH54 ESN
SOLICITORS:	Todds Murray 66 Queen Street Edinburgh EH2 4NE

Capsoft UK Limited

Abbreviated Balance Sheet
31 July 1998

	Notes	31.7.98		31.7.97	
		£	£	£	£
FIXED ASSETS:					
Intangible assets	2		150,000		-
Tangible assets	3		23,155		14,520
			<u>173,155</u>		<u>14,520</u>
CURRENT ASSETS:					
Stocks		5,454		2,919	
Debtors		35,438		14,033	
Cash at bank and in hand		6,489		1,404	
		<u>47,381</u>		<u>18,356</u>	
CREDITORS: Amounts falling due within one year	4	158,304		95,543	
NET CURRENT LIABILITIES:			<u>(110,923)</u>		<u>(77,187)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			62,232		(62,667)
CREDITORS: Amounts falling due after more than one year	4		-		3,667
			<u>£62,232</u>		<u>£(66,334)</u>
CAPITAL AND RESERVES:					
Called up share capital	5		20,000		100
Revaluation reserve			150,000		-
Profit and loss account			<u>(107,768)</u>		<u>(66,434)</u>
Shareholders' funds			<u>£62,232</u>		<u>£(66,334)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 July 1998.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

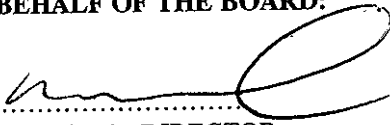
Capsoft UK Limited

Abbreviated Balance Sheet

31 July 1998

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:


.....

Mr R Shepherd - DIRECTOR

Approved by the Board on27/5/99.....

The notes form part of these financial statements

Notes to the Abbreviated Financial Statements
for the year ended 31 July 1998

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Financial Reporting Standard Number 1

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.

Intangible fixed assets

Licences acquired to distribute software are included in the balance sheet at a revaluation from their original cost as in the opinion of the directors there is a readily ascertainable market value. Such licences are revalued annually, based on the net present value of the expected stream of net royalty income receivable under the licence for its remaining life. The valuation at 31 July 1998 was carried out by the directors.

No amortisation is charged as the value of licenses is reassessed annually based on their remaining lives.

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 and machinery etc	- 10% on cost, 15% on reducing balance and 25% on reducing balance
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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.

Notes to the Abbreviated Financial Statements
for the year ended 31 July 1998

2. INTANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST OR VALUATION:	
Additions	<u>150,000</u>
At 31 July 1998	<u>150,000</u>
NET BOOK VALUE:	
At 31 July 1998	<u><u>150,000</u></u>

3. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1 August 1997	15,968
Additions	<u>14,727</u>
At 31 July 1998	<u>30,695</u>
DEPRECIATION:	
At 1 August 1997	1,448
Charge for year	<u>6,092</u>
At 31 July 1998	<u>7,540</u>
NET BOOK VALUE:	
At 31 July 1998	<u><u>23,155</u></u>
At 31 July 1997	<u><u>14,520</u></u>

4. CREDITORS

The following secured debts are included within creditors:

	31.7.98	31.7.97
	£	£
Bank overdrafts	<u><u>-</u></u>	<u><u>35,288</u></u>

Capsoft UK Limited

Notes to the Abbreviated Financial Statements
for the year ended 31 July 1998

5. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31.7.98	31.7.97
		value:	£	£
100,000	Ordinary	£1	100,000	100,000
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.7.98	31.7.97
		value:	£	£
20,000	Ordinary	£1	20,000	100

6. TRANSACTIONS WITH DIRECTORS

During the year the company entered into the following transactions in which Russell Shephard, director had an interest:

Protec Ltd supplied goods and services to Capsoft UK to the sum of £595. Capsoft UK ltd supplied goods and services to Protec Ltd to the sum of £4,495.

At 31st July 1998 Protec Ltd owed Capsoft the sum of £3,118.

All transactions were carried out on a normal commercial basis.