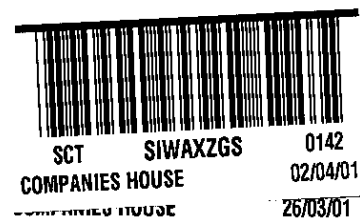


SC186813

CREATIVE COMPUTING (SCOTLAND) LIMITED

REPORT AND ACCOUNTS
FOR THE YEAR ENDED
30 JUNE 2000



COHEN, SHEPHERD & CO.
ACCOUNTANTS
113a ORCHARD PARK AVENUE
GIFFNOCK
GLASGOW G46 7BW

CREATIVE COMPUTING (SCOTLAND) LIMITED

DIRECTORS, OFFICERS AND ADVISERS

DIRECTOR

Mr J. S. Jackson

SECRETARY

Mrs D. Jackson

REGISTERED OFFICE

113a Orchard Park Avenue
Giffnock,
Glasgow G46 7BW

AUDITORS

Cohen, Shepherd & Co.
Accountants
113a Orchard Park Ave.
Glasgow, G46 7BW

BANKERS

TSB Bank Scotland plc
15 Brown Street
Glasgow, G2 8PE

CREATIVE COMPUTING (SCOTLAND) LIMITED

REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 30 JUNE 2000

The Director is pleased to submit his Report and Audited Accounts for the year ended 30 June 2000.

1. PRINCIPAL ACTIVITY

The Company's principal activity is that of a retail outlet for the sale of computers and accessories.

2. RESULTS FOR THE YEAR

The results for the period are detailed in the profit and loss account.

3. DIRECTOR AND HIS INTERESTS

The Director of the company and his shareholdings is as follows:

	<u>ORDINARY SHARES OF £1 EACH</u>	
	<u>30/6/00</u>	<u>30/6/99</u>
Mr J. S. Jackson	1	1

4. AUDITORS

Cohen, Shepherd & Co. have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act it is proposed that they be re-appointed auditors to the company for the ensuing year.

BY ORDER OF THE BOARD



Diane Jackson
Secretary

CREATIVE COMPUTING (SCOTLAND) LIMITED

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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/loss of the company for that period.

In preparing these financial statements, the director is required to:

- (i) select suitable accounting policies and then apply them consistently,
- (ii) make judgements and estimates that are reasonable and prudent
- (iii) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping 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. The director is also responsible for safeguarding the assets of the company and hence for taking responsible steps for the prevention of fraud and other irregularities.

AUDITORS REPORT TO THE SHAREHOLDERS OF CREATIVE COMPUTING (SCOTLAND) LIMITED

We have audited the financial statements on pages 4 to 8, 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 director is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on these 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.

CREATIVE COMPUTING (SCOTLAND) LIMITED

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2000 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



Cohen, Shepherd & Co.

Registered Auditor

Date 29/3/01

113a Orchard Park Avenue

Giffnock

Glasgow

G46 7BW

CREATIVE COMPUTING (SCOTLAND) LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2000

			<u>2000</u>	<u>1999</u>
	<u>Note</u>	£	£	£
Turnover	2		2,396,780	1,676,526
Cost of Sales			<u>2,058,446</u>	<u>1,406,072</u>
<u>Gross Profit</u>			338,334	<u>270,454</u>

ADMINISTRATION COSTS

General Overheads		243,213		141,895
Directors' Remuneration		3,120		3,120
Audit Fees		<u>2,000</u>		<u>1,250</u>
			<u>248,333</u>	<u>146,265</u>
<u>Operating Profit/(Loss)</u>	3		90,001	124,189

Interest Payable & Similar Charges			<u>254</u>	<u>508</u>
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PROFIT ON ORDINARY ACTIVITIES

BEFORE TAXATION			89,749	123,681
Taxation	4		<u>17,917</u>	<u>25,510</u>

<u>Profit after Taxation</u>			71,832	98,171
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Dividend			<u>-</u>	<u>-</u>
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<u>Retained profit for the year</u>			<u>71,832</u>	<u>98,171</u>
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STATEMENT OF RETAINED EARNINGS

Retained Profit Brought Forward		98,171	-
Retained Profit for the Year		<u>71,832</u>	<u>98,171</u>
<u>Retained Profit Carried Forward</u>		<u>170,003</u>	<u>98,171</u>

There are no recognised gains and losses in the year other than the profit/loss for the year.

CREATIVE COMPUTING (SCOTLAND) LIMITED

BALANCE SHEET
AS AT 30 JUNE 2000

			<u>2000</u>	<u>1999</u>
<u>FIXED ASSETS</u>	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>
Tangible Assets	5		14,192	18,302
<u>CURRENT ASSETS</u>				
Stock		98,945		53,048
Debtors	6	53,218		73,797
Bank Accounts		<u>73,196</u>		<u>23,304</u>
		<u>225,359</u>		<u>150,149</u>
<u>CREDITORS</u>				
Amounts due within one year	7	<u>69,546</u>		<u>70,278</u>
<u>NET CURRENT ASSETS</u>			<u>155,813</u>	<u>79,871</u>
			170,005	98,173
<u>CREDITORS</u>				
Amounts due outwith one year			<u>-</u>	<u>-</u>
			<u>170,005</u>	<u>98,173</u>
<u>CAPITAL AND RESERVES</u>				
Share Capital	8		2	2
Reserves	9		<u>170,003</u>	<u>98,171</u>
			<u>170,005</u>	<u>98,173</u>

Small Company Exemption

In preparing this report we have relied on sections 246 and 247 of the Companies Act 1985 entitling us to take advantage of special exemptions applicable to small companies on the grounds that the company meets the required conditions of qualification as a small company in terms of the said sections.

Approved by the Board of Directors



Mr J. S. Jackson

Director

Date 20/3/01

The notes on pages 6 to 8 form part of these financial statements.

CREATIVE COMPUTING (SCOTLAND) LIMITED

NOTES TO THE ACCOUNTS **FOR THE YEAR ENDED 30 JUNE 2000**

1. ACCOUNTING POLICIES

- a) The accounts have been prepared under the historical cost convention.
- b) Depreciation has been provided on fixed assets at the following rates so that they are written off over their expected useful lives as follows:

Motor Vehicles-	25% R.B.M
Fixtures and Fittings-	20% R.B.M.
Plant and Machinery-	30% R.B.M.

- c) Stocks have been valued at the lower of cost or net realisable value.

d) The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

2. TURNOVER

The turnover represents the amounts of goods sold in the period, net of value added tax.

3. PROFIT/(LOSS) ATTRIBUTABLE TO MAIN ACTIVITY BEFORE TAXATION

This is stated after charging:

	<u>2000</u>	<u>1999</u>
Audit fees	2,000	1,250
Directors remuneration	3,120	3,120
Depreciation	<u>4,110</u>	<u>5,354</u>

4. TAXATION

The corporation taxation charge for the period at 20% is £17,917 (1999 - £25,510).

CREATIVE COMPUTING (SCOTLAND) LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2000

5. FIXED ASSETS

Tangible Assets

<u>Cost</u>	<u>Plant & Machinery</u> <u>£</u>	<u>Fixtures & Fittings</u> <u>£</u>	<u>Motor Vehicles</u> <u>£</u>	<u>Total</u> <u>£</u>
As at 30/6/99 & 30/6/00	<u>3,665</u>	<u>14,866</u>	<u>5,125</u>	<u>23,656</u>
<u>Depreciation</u>				
As at 30/6/99	1,100	2,973	1,281	5,354
Charge for Year	<u>770</u>	<u>2,379</u>	<u>961</u>	<u>4,110</u>
	<u>1,870</u>	<u>5,352</u>	<u>2,242</u>	<u>9,464</u>
<u>N.B.V. at 30 June 2000</u>	<u>1,795</u>	<u>9,514</u>	<u>2,883</u>	<u>14,192</u>
<u>N.B.V. at 30 June 1999</u>	<u>2,565</u>	<u>11,893</u>	<u>3,844</u>	<u>18,302</u>

6. DEBTORS

	<u>2000</u>	<u>1999</u>
Trade debtors	52,918	69,988
Prepayments	<u>300</u>	<u>3,809</u>
	<u>53,218</u>	<u>73,797</u>

CREATIVE COMPUTING (SCOTLAND) LIMITED

NOTES TO THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2000

7. CREDITORS

Amounts falling due within one year:	<u>2000</u>	<u>1999</u>
Bank loan	-	5,061
Directors' loan account	8,364	17,775
Trade creditors	24,691	6,495
Accrued charges	2,968	2,569
Corporation tax	17,917	25,510
Other taxes and social security costs	<u>15,606</u>	<u>12,868</u>
	<u>69,546</u>	<u>70,278</u>

8. SHARE CAPITAL

	<u>2000</u>	<u>1999</u>
<u>Ordinary Shares of £1 Each</u>	<u>No. of Shares</u>	
Authorised	<u>100</u>	<u>100</u>
<u>Ordinary Shares of £1 Each</u>		
Allotted, issued and fully paid	<u>2</u>	<u>2</u>

9. MOVEMENT ON RESERVES

	<u>2000</u>	<u>1999</u>
Opening balance	98,171	-
Transfer from profit and loss account	<u>71,832</u>	<u>98,171</u>
Closing balance	<u>170,003</u>	<u>98,171</u>

CREATIVE COMPUTING (SCOTLAND) LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2000

		<u>2000</u>	<u>1999</u>
	£	£	£
Turnover		2,396,780	1,676,526
Purchases		<u>2,058,446</u>	<u>1,406,072</u>
<u>Gross Profit</u>		338,334	<u>270,454</u>
<u>Expenditure:</u>			
Wages and national insurance	111,489		40,875
Rent, rates and insurance	14,721		10,259
Heat and light	2,274		3,324
Telephone	4,884		1,303
Motor and travel	1,721		1,868
Advertising	60,604		55,928
Repairs & Maintenance	1,560		1,773
Post & Stationery	15,776		9,694
Bank loan interest	254		508
Bank & Credit Card charges	18,397		7,673
Directors' remuneration	3,120		3,120
Employees' Pension Scheme	4,108		750
Audit fee	2,000		1,250
Professional Fees	1,608		1,353
General Expenses	1,961		1,635
Bad Debts	-		106
Depreciation	<u>4,110</u>		<u>5,354</u>
		<u>248,587</u>	<u>146,773</u>
<u>NET PROFIT FOR THE YEAR</u>		£ <u>89,747</u>	£ <u>123,681</u>