

DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2003

Company No. 3372065 (England and Wales)



DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2003

The directors present their report and the financial statements for the year ended 31 March 2003.

PRINCIPAL ACTIVITIES

The principal activity of the Company is the provision of information technology consultancy services.

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:-

	Number of Shares	
	2003	2002
Mrs S Widger	44	44
Mr E D Widger	11	11
	===	===

DIRECTORS' RESPONSIBILITIES

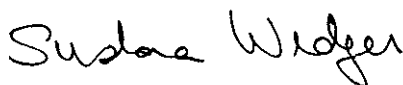
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume 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.

This report was approved by the board on ³¹ August 2003 and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors,



MRS S WIDGER
SECRETARY

Registered Office:
42 Craigweil Avenue
Radlett
Herts WD7 7EY

ACCOUNTANTS' REPORT TO THE DIRECTORS OF
DAVID WIDGER ASSOCIATES LIMITED

In accordance with instructions given to us, we have prepared without carrying out an audit, the accounts on pages 2 to 7 from the accounting records of David Widger Associates Limited and from information and explanations given to us.

Hattersley & Co.
42 Craigweil Avenue
Radlett
Herts WD7 7EY

August 2003

DAVID WIDGER ASSOCIATES LIMITED
 PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED 31 MARCH 2003

	Notes	2003	2002
TURNOVER	1.2	£23,630	£45,959
Administrative expenses		<u>13,037</u>	<u>20,099</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST	2	10,593	25,860
Interest receivable		21	-
Interest payable		<u>-</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		10,614	25,860
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	<u>374</u>	<u>4,635</u>
PROFIT FOR THE YEAR		10,240	21,225
DIVIDENDS	4	<u>8,250</u>	<u>18,000</u>
RETAINED PROFIT FOR THE YEAR		£ 1,990 =====	£ 3,225 =====

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than those included in the profit and loss account.

The profit on ordinary activities before taxation and the retained profit have been calculated on the historical cost basis.

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

DAVID WIDGER ASSOCIATES LIMITED
BALANCE SHEET
AS AT 31 MARCH 2003

	Notes	2003	2002
FIXED ASSETS			
Tangible Assets	5	£ 876	£1,629
CURRENT ASSETS			
Debtors	6	£ 4,922	£ 4,550
Cash at bank and in hand		11,807	25,744
		<hr/>	<hr/>
		16,729	30,294
CREDITORS: Amounts falling due within one year	7	10,559	26,951
		<hr/>	<hr/>
NET CURRENT ASSETS		6,170	3,343
		<hr/>	<hr/>
		7,046	4,972
Provision for liabilities and charges	8	84	-
		<hr/>	<hr/>
		£ 6,962	£ 4,972
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	9	£ 75	£ 75
Profit and loss account	10	6,887	4,897
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS	11	£ 6,962	£ 4,972
		=====	=====

For the year ended 31 March 2003, the company was entitled to exemption from audit under Section 249A(1) of the Companies Act 1985.

Members have not required the company to obtain an audit in accordance with Section 249B(2) of the Companies Act.

The directors acknowledge their responsibility for:-

- (i) ensuring that the company keeps accounting records which comply with Section 221; 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 of the Companies Act 1985, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

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

Approved by the board of directors on 31 August 2003 and signed on its behalf.

E. David Widger

E D WIDGER
DIRECTOR

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

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2003

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover comprises the invoiced value of services supplied by the company. All of the turnover arose in the United Kingdom.

1.3 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets less their estimated residual value, over their expected useful lives on the following basis:-

Office Equipment - 20% straight line basis.

1.4 Deferred Taxation

Provision is made for taxation deferred on the incremental liability approach in respect of all timing differences between the incidence of income and expenditure for taxation and accounts purposes that have originated but not reversed at the balance sheet date. This represents a change in accounting policy. Provision is made for future taxation on gains on revalued assets only where a binding commitment to dispose of the asset exists at the year end.

2. PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST

	2003	2002
This is stated after charging:-		
Depreciation of tangible fixed assets		
- owned by the company	£ 753	£ 753
Directors' remuneration	6,020	10,320
	=====	=====

There are no directors for whom retirement benefits are accruing under a money purchase pension scheme.

3. TAXATION

	2003	2002
UK Current Year Taxation:		
UK Corporation Tax at 19% (2002 10%/22½%)	£ 290	£4,635
Transfer to deferred tax	84	-
	-----	-----
	374	4,635
Prior Years:		
UK Corporation Tax	-	-
	-----	-----
	£ 374	£4,635
	=====	=====

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2003

4.	DIVIDENDS	2003	2002
	Proposed final £110 per share (2002 £240)	8,250	18,000
		=====	=====
5.	TANGIBLE FIXED ASSETS	Office Equipment	
	COST		
	At 1 April 2002		£ 3,763
	Additions		-

	At 31 March 2003		3,763
			=====
	DEPRECIATION		
	At 1 April 2002		£ 2,134
	Charge for the year		753

	At 31 March 2003		2,887
			=====
	NET BOOK VALUES		
	At 31 March 2003		£ 876
			=====
	At 31 March 2002		£ 1,629
			=====
6.	DEBTORS	2003	2002
	Due Within One Year		
	Trade Debtors	£ 4,760	4,550
	Other Debtors	162	-
		-----	-----
		£ 4,922	£ 4,550
		=====	=====
7.	CREDITORS	2003	2002
	Amounts Falling due within one year		
	Corporation Tax	£ 290	£ 4,635
	Other taxation and social security	-	260
	Other creditors	992	879
	Accruals and deferred income	775	775
	Amount due to the directors	252	2,402
	Proposed dividends	8,250	18,000
		-----	-----
		£10,559	£26,951
		=====	=====
8	DEFERRED TAXATION		
	The movement on the deferred taxation		
	Provision was as follows:		
	At 31 March 2002	£ -	£ -
	Transfer to profit and loss account	84	-
		-----	-----
	At 31 March 2003	£ 84	£ -
		=====	=====

The deferred taxation provision at 31 March 2003 comprises the full potential liability for accelerated capital allowances.

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2003

9. CALLED UP SHARE CAPITAL	2003	2002
Authorised		
1,000 ordinary shares of £1 each	£ 1,000	£ 1,000
	=====	=====
Allotted		
75 ordinary shares of £1 each fully paid	£ 75	£ 75
	=====	=====

10. PROFIT AND LOSS ACCOUNT	2003	2002
Balance at 1 April 2002	£ 4,897	£ 1,672
Profit retained for the year	1,990	3,225
	-----	-----
Balance at 31 March 2003	£ 6,887	£ 4,897
	=====	=====

11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS	2003	2002
Profit for the year	£10,240	£21,225
Dividends	8,250	18,000
	-----	-----
	1,990	3,225
New Shares issued during the year	-	33
Shareholders funds at 1 April 2002	4,972	1,714
	-----	-----
Shareholders funds at 31 March 2003	£ 6,962	4,972
	=====	=====

12. RELATED PARTY TRANSACTIONS

- (i) The company is under the control of Mr E D Widger and Mrs S Widger who together own 73% of the issued shares.
- (ii) The amount due to the directors as set out in Note 7 above is comprised as follows:-

	2003	2002
Mr E D Widger	£ 126	£ 1,201
Mrs S Widger	£ 126	1,201
	=====	=====

DAVID WIDGER ASSOCIATES LIMITED
 PROFIT AND LOSS ACCOUNTS
 FOR THE YEAR ENDED 31 MARCH 2003

	2003	2002
TURNOVER	£23,630	£45,959
Bank Interest Receivable	21	-
	<hr/>	<hr/>
	23,651	45,959
LESS : ADMINISTRATIVE EXPENSES		
Directors Remuneration	£ 6,020	£10,320
Salaries and National Insurance	1,152	2,383
Postage and Stationery	168	180
Computer Expenses	-	20
Telephone	75	75
Bank Charges	64	95
Motor and Travelling Expenses	3,590	4,700
Use of home as office	200	300
Accountancy	1,000	1,100
Sundry	15	173
Depreciation of equipment	753	753
	<hr/>	<hr/>
	13,037	20,099
	<hr/>	<hr/>
NET PROFIT	£10,614	£25,860
	=====	=====