

DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2001

Company No. 3372065 (England and Wales)



**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

July 2001

**DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2001**

The directors present their report and the financial statements for the year ended 31 March 2001.

PRINCIPAL ACTIVITIES

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

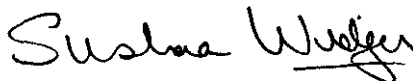
DIRECTORS

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

	Number of Shares	
	2001	2000
Mrs S Widger	11	11
Mr E D Widger	11	11
	===	===

This report was approved by the board on ^{9 AUGUST}~~July~~ 2001 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

DAVID WIDGER ASSOCIATES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2001

	Notes	2001	2000
TURNOVER	1.2	£45,990	£35,521
Administrative expenses		20,364	19,360
		<hr/>	<hr/>
OPERATING PROFIT	2	25,626	16,161
Loss on sale of fixed assets		250	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		25,376	16,161
Interest payable		-	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		25,376	16,161
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	4,212	3,256
		<hr/>	<hr/>
PROFIT FOR THE YEAR		21,164	12,905
DIVIDENDS	4	37,425	-
		<hr/>	<hr/>
RETAINED DEFICIT (2000 PROFIT) FOR THE YEAR		£(16,261) =====	£12,905 =====

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 deficit (2000 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 2001

	Notes	2001	2000
FIXED ASSETS			
Tangible Assets	5	£ 2,117	£1,272
CURRENT ASSETS			
Debtors	6	£ 5,711	£ 4,604
Cash at bank and in hand		22,591	17,566
		<hr/>	<hr/>
		28,302	22,170
CREDITORS: Amounts falling due within one year	7	28,705	5,467
		<hr/>	<hr/>
NET CURRENT LIABILITIES (2000 ASSETS)		(403)	16,703
		<hr/>	<hr/>
		£ 1,714	£17,975
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	8	£ 42	£ 42
Profit and loss account	9	1,672	17,933
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS	10	£ 1,714	£17,975
		=====	=====

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(I) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 March 2001 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

Approved by the board of directors on ^{9 August} ~~July~~ 2001 and signed on its behalf. The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

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 2001

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors' report and which is continuing.

The company has taken advantage of the exemption in FRS1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

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 as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

2. OPERATING PROFIT

	2001	2000
The operating profit is stated after charging:-		
Depreciation of tangible fixed assets		
- owned by the company	£ 700	£ 460
Directors' remuneration	10,320	10,320
	=====	=====

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

3. TAXATION

	2001	2000
UK Current Year Taxation:		
UK Corporation Tax at 10%/22½% (2000 at 20%)	£4,212	£3,256
Prior Years:		
UK Corporation Tax	-	-
	=====	=====
	£4,212	£3,256

If provision were made for deferred taxation on the basis of the full potential liability the tax charge would increase by £303 (2000 £48) due to accelerated capital allowances.

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINACIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2001

4. DIVIDENDS

	2001	2000
Declared interim £400 per share (2000 nil)	£16,800	£ -
Proposed final £275 per share (2000 nil)	20,625	-
	<hr/>	<hr/>
	£37,425	£ -
	=====	=====

5. TANGIBLE FIXED ASSETS

Office Equipment

COST

At 1 April 2000	£ 2,303
Additions	1,795
Disposals	(600)
	<hr/>

At 31 March 2001	3,498
	=====

DEPRECIATION

At 1 April 2000	£ 1,031
Relating to disposals	(350)
Charge for the year	700
	<hr/>

At 31 March 2001	1,381
	=====

NET BOOK VALUES

At 31 March 2001	£ 2,117
	=====
At 31 March 2000	£ 1,272
	=====

6. DEBTORS

2001 2000

Due Within One Year

Trade Debtors	£ 5,711	£ 4,604
	=====	=====

7. CREDITORS

2001 2000

Amounts Falling due within one year

Corporation Tax	£ 4,212	£ 3,256
Other taxation and social security	267	-
Other creditors	160	-
Accruals and deferred income	895	1,841
Amount due to the directors	2,546	370
Proposed dividends	20,625	-
	<hr/>	<hr/>
	£28,705	£ 5,467
	=====	=====

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2001

8. CALLED UP SHARE CAPITAL	2001	2000
Authorised		
1,000 ordinary shares of £1 each	£ 1,000	£ 1,000
	=====	=====
Allotted		
42 ordinary shares of £1 each fully paid	£ 42	£ 42
	=====	=====

9. PROFIT AND LOSS ACCOUNT	2001	2000
Balance at 1 April 2000	£17,933	£ 5,028
Deficit (2000 Profit) retained for the year	(16,261)	12,905
	-----	-----
Balance at 31 March 2001	£ 1,672	£17,933
	=====	=====

10. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS	2001	2000
Profit for the year	£21,164	£12,905
Dividends	37,425	-
	-----	-----
	(16,261)	12,905
New Shares issued during the year	-	40
Shareholders funds at 1 April 2000	17,975	5,030
	-----	-----
Shareholders funds at 31 March 2001	£ 1,714	17,975
	=====	=====

11. RELATED PARTY TRANSACTIONS

- (i) The company is under the control of Mr E D Widger and Mrs S Widger who together own 52% of the issued shares.
- (ii) The amount due to the directors as set out in Note 7 above is comprised as follows:-

	2001	2000
Mr E D Widger	£ 1,273	£ 185
Mrs S Widger	£ 1,273	£ 185
	=====	=====

DAVID WIDGER ASSOCIATES LIMITED
 PROFIT AND LOSS ACCOUNTS
 FOR THE YEAR ENDED 31 MARCH 2001

	2001	2000
TURNOVER	£45,990	£35,521
LESS : ADMINISTRATIVE EXPENSES		
Directors Remuneration	£10,320	£10,320
Salaries and National Insurance	2,412	2,416
Postage and Stationery	188	150
Computer Expenses	140	94
Telephone	70	60
Bank Charges	89	88
Motor and Travelling Expenses	4,698	4,284
Use of home as office	300	300
Accountancy	1,280	1,025
Sundry	167	163
Depreciation of equipment	700	460
Loss on disposal of fixed asset	250	-
	<hr/>	<hr/>
	20,614	19,360
NET PROFIT	<hr/>	<hr/>
	£25,376	£16,161
	=====	=====