

LYRICAL COMPUTING LIMITED

Company Number: 2005060

DIRECTORS REPORT

The Directors submit their report and the audited Financial Statements for the year ended 30th April 2001.

PRINCIPAL ACTIVITY

The principal activity of the Company continued to be provision of computer consultancy services.

DIRECTORS

The Directors who served during the year and their interests in the share capital of the company at 30th April 2001 are as listed below:-

	<u>ORDINARY SHARES</u>	
	<u>2001</u>	<u>2000</u>
Mr. N. Overend	100	1
Miss R Adler (appointed 3 July 2000)	-	-
Mr. J. M. Graham (resigned 3 July 2000)	-	<u>99</u>
	<u>100</u>	<u>100</u>

FIXED ASSETS

All changes to the Fixed Assets of the Company are shown in Note 7 to the Financial Statements.

CLOSE COMPANY

The Company is a Close Company within the meaning of the Income and Corporation Taxes Act 1988.

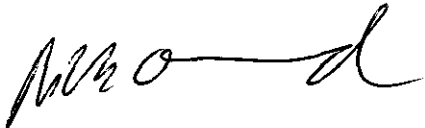
SMALL COMPANY EXEMPTIONS

In preparing the Director's Report the Directors have taken advantage of the exemptions conferred by Part II of Schedule 8 to the Companies Act 1985 on the basis that, in their opinion, the Company qualifies as a small Company.

AUDITORS

The Directors have taken advantage of the exemptions available under the Companies Act 1985 (Audit Exemption) Regulations 1994 and the Companies Act 1985 (Audit Exemption) (Amendment) Regulations 1994 and accordingly the Accounts have not been audited.

BY ORDER OF THE BOARD



NICHOLAS OVEREND
SECRETARY

22 February 2002
DATED



LYRICAL COMPUTING LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH APRIL 2001

	<u>NOTES</u>	<u>2001</u> £	<u>2000</u> £
TURNOVER	2	20,438	17,841
Cost of Sales		<u>(944)</u>	<u>(3,161)</u>
GROSS PROFIT		19,494	14,680
Administrative Expenses		<u>(50,707)</u>	<u>(26,824)</u>
OPERATING LOSS	3	(31,213)	(12,144)
Interest Receivable	4	-	-
Interest Payable	5	<u>(6,826)</u>	<u>(106)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(38,039)	(12,250)
Taxation	6	=	=
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION		(38,039)	(12,250)
Retained Loss Brought Forward		<u>(4,694)</u>	<u>7,556</u>
RETAINED LOSS CARRIED FORWARD		<u>(42,733)</u>	<u>(4,694)</u>

The Company has no recognised gains or losses other than the profit for the year.

The notes on pages 5 to 6 form part of these Financial Statements.

LYRICAL COMPUTING LIMITED

BALANCE SHEET AS AT 30TH APRIL 2001

	<u>NOTES</u>	<u>2001</u> £	<u>2000</u> £
FIXED ASSETS			
Tangible Assets	7	<u>109,926</u>	<u>15,959</u>
CURRENT ASSETS			
Debtors	8	6,191	9,801
Cash at Bank and in Hand		<u>2,009</u>	<u>3,418</u>
		8,200	13,219
CREDITORS			
Amounts falling due within one year	9	<u>(84,807)</u>	<u>(33,772)</u>
NET CURRENT LIABILITIES		<u>(76,607)</u>	<u>(20,553)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>33,319</u>	<u>(4,594)</u>
CREDITORS			
Amounts falling due after one year	10	<u>(75,952)</u>	-
		<u>(42,633)</u>	<u>(4,594)</u>
CAPITAL AND RESERVES			
Called Up Share Capital	11	100	100
Profit and Loss Account		<u>(42,733)</u>	<u>(4,694)</u>
		<u>(42,633)</u>	<u>(4,594)</u>

The Directors acknowledge their responsibilities for -

- (i) ensuring that the Company keeps Accounting Records which comply with section 221 of the Companies Act 1985, 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 Act relating to accounts, so far as applicable to the Company.

The Directors consider that for the year ended 30th April 2001 the Company was entitled to the exemption conferred by subsection (1) of section 249A of the Companies Act 1985. No notice has been deposited under subsection (2) of section 249B of the Companies Act 1985 in relation to the Company's accounts for the year ended 30th April 2001. Accordingly, these Financial Statements have not been audited.

In preparing these Financial Statements the Directors have taken advantage of the exemptions conferred by Part I, and Section A of Part III, of Schedule 8 to the Companies Act 1985 on the basis that, in their opinion, the Company qualifies as a Small Company.

The Balance Sheet is continued on page 4

LYRICAL COMPUTING LIMITED

BALANCE SHEET (Continued) AS AT 30TH APRIL 2001

Approved at a meeting of the Board of Directors on 22 February 2002

A handwritten signature in black ink, appearing to read 'Nicholas Overend', written in a cursive style.

**NICHOLAS OVEREND
SECRETARY**

The notes on pages 5 to 6 form part of these Financial Statements.

LYRICAL COMPUTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2001

1 ACCOUNTING POLICIES

Accounting Convention

These Financial Statements are prepared under the Historical Cost Convention, and include the results of the Company's operations, all of which are continuing.

Cash Flow Statement

The Directors have taken advantage of the exemption in Financial Reporting Standard No 1 for including a Cash Flow Statement in the Financial Statements on the grounds that the Company is small.

Depreciation

Depreciation is provided on all tangible fixed assets and aims to write off the cost or valuation of each asset over its expected useful life. The rates generally applicable are as follows:

Aircraft-	25% Reducing Balance
Computer Equipment-	25% Reducing Balance
Plant & Machinery-	25% Reducing Balance

Stocks and Work in Progress

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

Pension Contribution

The Company has ceased to operate a pension scheme. The assets of the closed scheme are held in an independently administered fund for the benefit of certain previous employees.

2 TURNOVER

Turnover represents the invoiced value of goods and services provided (stated net of Value Added Tax). Turnover and pre-tax profit is wholly attributable to sales within the United Kingdom.

	<u>2001</u>	<u>2000</u>
	£	£
3 OPERATING PROFIT		
This is stated after charging:-		
Directors' Remuneration	-	-
Depreciation	<u>29,117</u>	<u>2,533</u>
4 INTEREST RECEIVABLE		
Bank Deposit Interest	-	-
5 INTEREST PAYABLE		
Bank Overdraft Interest	-	2
Lease interest	<u>6,826</u>	<u>104</u>
	<u>6,826</u>	<u>106</u>
6 TAXATION		
Based on the profit for the year less available capital allowances		
UK corporation Tax	-	-

The notes to the Financial Statements continue on page 6

LYRICAL COMPUTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 30TH APRIL 2001

7 TANGIBLE FIXED ASSETS

	<u>Aircraft</u>	<u>Plant and Machinery</u>	<u>Computer Equipment</u>	<u>Total</u>
	£	£	£	£
Cost at 1/5/00	-	14,670	19,088	33,758
Additions	<u>119,950</u>	<u>2,955</u>	<u>179</u>	123,084
Cost at 30/4/01	<u>119,950</u>	<u>17,625</u>	<u>19,267</u>	<u>156,842</u>
Depreciation at 1/5/00	-	5,943	11,856	17,799
Charge for the year	<u>24,401</u>	<u>2,864</u>	<u>1,852</u>	<u>29,117</u>
Depreciation at 30/4/01	<u>24,401</u>	<u>8,807</u>	<u>13,708</u>	<u>46,916</u>
Net Book Value at 30/4/01	<u>95,549</u>	<u>8,818</u>	<u>5,559</u>	<u>109,926</u>
Net Book Value at 30/4/00	-	<u>8,727</u>	<u>7,232</u>	<u>15,959</u>

The aircraft is subject to a lease purchase agreement (see notes 9 & 10).

8 DEBTORS

	<u>2001</u>	<u>2000</u>
	£	£
Other Debtors	-	3,000
HM Customs & Excise (VAT)	270	1,762
Trade Debtors	<u>5,921</u>	<u>5,039</u>
	<u>6,191</u>	<u>9,801</u>

9 CREDITORS: falling due within one year

Accruals	5,784	5,785
Loan from associated company	3,483	3,483
Trade Creditors	1,722	504
Lease Purchase Account	20,471	-
Director's Loan Account	53,347	24,000
VAT	-	-
Corporation Tax	-	-
	<u>84,807</u>	<u>33,772</u>

10 CREDITORS: falling due after one year

Lease Purchase Account	<u>75,952</u>	-
	<u>75,952</u>	-

11 SHARE CAPITAL

	<u>Authorised</u>		<u>Allotted, Called Up and Fully Paid</u>
	<u>2001</u>	<u>2000</u>	<u>2001</u> <u>2000</u>
Ordinary Shares of £1 Each	<u>1,000</u>	<u>1,000</u>	<u>100</u> <u>100</u>

12 CONTINGENT LIABILITIES

There were no contingent liabilities as at 30th April 2001.

13 CAPITAL COMMITMENTS

There were no capital commitments as at 30th April 2001.