

Companies House.

Fivar Limited

**Annual report
for the year ended 31 December 1996**

Registered no: 1417407



Fivar Limited

Annual report for the year ended 31 December 1996

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Report of the directors for the year ended 31 December 1996

The directors present their report and the audited financial statements for the year ended 31 December 1996.

Principal activity

The profit and loss account for the year is set out on page 4. The principal activity of the company is that of computer modelling in relation to the raising of capital for investment trust companies.

Review of business and future developments

Both the level of business and the year end financial position were satisfactory, and the directors will continue to assess opportunities as they arise.

Dividends

The directors recommend an interim dividend of £53,000 (1995: nil). No final dividend (1995: nil) is recommended. The loss for the financial year of £532 (1995: £1,062) will be set against reserves.

Statement of 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:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- (d) prepare the financial statements on the going concern basis unless it is inappropriate to presume that 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.

Directors

The directors of the company at 31 December 1996, all of whom have been directors for the whole of the year ended on that date, except as noted below, were:

BM Vinter
B N Lenygon
P Rintoul (Resigned 2 July 1996)
C F Sands

Changes in fixed assets

The movements in fixed assets during the year are set out in note 5 to the financial statements.

Directors' interests in shares of the company

No directors held beneficial interests in the shares of the company at 31 December 1996, or at any time during the year except for Mr BM Vinter who held £699 (1995: 699) ordinary shares of £1 each.

Close company provisions

The company is a close company as defined by the provisions of the Income and Corporation Taxes Act 1988. There has been no change in this respect since the end of the financial year.

Auditors

A resolution to reappoint the auditors, Coopers & Lybrand, will be proposed at the annual general meeting.

By order of the board

B.M. Vinter. 28th Feb 1997

Company secretary

Report of the auditors to the members of Fivar Limited

We have audited the financial statements on pages 4 to 9.

Respective responsibilities of directors and auditors

As described on page 1, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

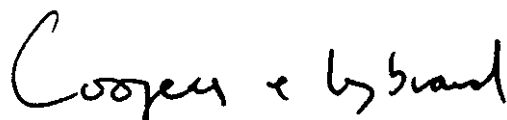
Basis of opinion

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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 December 1996 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



COOPERS & LYBRAND

Chartered Accountants and Registered Auditors
London

3 March 1997

Profit and loss account for the year ended 31 December 1996

	Notes	1996 £	1995 £
Turnover - continuing operations		105,000	53,064
Administrative expenses - continuing operations	2	(106,329)	(54,417)
Operating loss - continuing operations		(1,329)	(1,353)
Interest receivable and similar income		2,039	1,364
Interest payable and similar charges		(104)	(2)
Profit on ordinary activities before taxation		606	9
Tax charge on profit on ordinary activities	4	(1,138)	(1,071)
Loss on ordinary activities after taxation		(532)	(1,062)
Statement of retained profits			
Retained profits at 1 January		54,554	55,616
Equity dividend		(53,000)	-
Loss for the financial year		(532)	(1,062)
Retained profits at 31 December		1,022	54,554

The company has no recognised gains and losses other than those included in the losses above, and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the profit on ordinary activities before taxation and the loss for the financial year stated above, and their historical cost equivalents.

Balance sheet

31 December 1996

	Notes	1996 £	1995 £
Fixed assets	5	12,074	16,089
Current assets			
Debtors due within one year	6	13,503	15,341
Cash at bank and in hand		37,839	69,191
		<u>51,342</u>	<u>84,532</u>
Creditors: amounts falling due within one year	7	<u>(61,694)</u>	<u>(45,367)</u>
Net current assets		<u>(10,352)</u>	<u>39,165</u>
Total assets less current liabilities		<u><u>1,722</u></u>	<u><u>55,254</u></u>
Capital and reserves			
Called up share capital	8	700	700
Profit and loss account		1,022	54,554
Equity shareholders' funds	9	<u><u>1,722</u></u>	<u><u>55,254</u></u>

The financial statements on pages 4 to 9 were approved by the board of directors on 28th Feb 1997 and were signed on its behalf by:

B.M. Vinter.

Director

Notes to the financial statements for the year ended 31 December 1996

1 Principal accounting policies

The financial statements have been prepared in accordance with accounting standards applicable in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

Fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition.

Depreciation is calculated so as to write off the cost of tangible fixed assets on a reducing balance basis at a rate of 25% per annum.

Turnover

Turnover, which excludes value added tax and trade discounts, represents the invoiced value of services supplied.

2 Administrative expenses

These are made up as follows:

	1996	1995
	£	£
Depreciation	4,015	5,363
Directors' emoluments	73,637	31,106
Auditors' remuneration	2,350	1,775
Other administrative expenses	26,327	16,173
	<u>106,329</u>	<u>54,417</u>

Administrative expenses include rental costs of £3,300 (1995: £3,300) and professional fees and costs of £4,250 (1995: £1,000) payable to a partnership in which until 31 August 1996, a director, CF Sands, had a material interest. The services were provided on normal commercial terms.

3 Directors' emoluments

	1996	1995
	£	£
Fees	73,637	30,984
Other emoluments (including benefits in kind)	5,945	5,945
Consideration payable to third party for the services of a director	-	122
	<u>79,582</u>	<u>37,051</u>

Fees and other emoluments include amounts in respect of:-

The highest paid director	<u>79,582</u>	<u>36,929</u>
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The number of directors who received fees and other emoluments within the following ranges were:

	1996 Number	1995 Number
£0 - £5,000	3	3
£35,001 - £40,000	-	1
£75,001 - £80,000	<u>1</u>	<u>-</u>

4 Taxation

	1996	1995
	£	£
United Kingdom corporation tax at 24% (1995: 25%)	<u>1,138</u>	<u>1,071</u>

5 Tangible fixed assets

	Car £	Computer equipment £	Total £
Cost			
At 1 January 1996	22,258	7,748	30,006
Additions	-	-	-
Disposals	-	-	-
At 31 December 1996	<u>22,258</u>	<u>7,748</u>	<u>30,006</u>
Depreciation			
At 1 January 1996	9,738	4,179	13,917
Charge for the year	3,130	885	4,015
Disposals	-	-	-
At 31 December 1996	<u>12,868</u>	<u>5,064</u>	<u>17,932</u>
Net book value at 31 December 1996	<u>9,390</u>	<u>2,684</u>	<u>12,074</u>
Net book value at 31 December 1995	<u>12,520</u>	<u>3,569</u>	<u>16,089</u>

6 Debtors

	1996 £	1995 £
Debtors due within one year		
Trade debtors	-	-
Other debtors	13,250	15,000
Prepayments and accrued income	253	341
	<u>13,503</u>	<u>15,341</u>

Other debtors at 31 December 1995 included a loan of £15,000 made to a company in which a director, P Rintoul, has a material interest. The loan was interest free, had no fixed terms of repayment and has since been repaid in full.

7 Creditors: amounts falling due within one year

	1996	1995
	£	£
Overdraft	-	11,258
Amount owed to shareholder	21,786	15,214
United Kingdom corporation tax	14,388	1,071
PAYE and social security	18,533	14,037
Other creditors and accruals	6,987	3,787
	<u>61,694</u>	<u>45,367</u>

The amount owed to shareholder is unsecured and interest free. It is subordinated to the amounts owed to other creditors of the company.

8 Called up share capital

	1996	1995
Authorised share capital		
- value	<u>£700</u>	<u>£700</u>
- number	<u>700</u>	<u>700</u>
Allotted, called up and fully paid		
- value	<u>£700</u>	<u>£700</u>
- number	<u>700</u>	<u>700</u>

9 Reconciliation of movements in shareholders' funds

	1996	1995
	£	£
Loss for the financial year	(532)	(1,062)
Dividends	(53,000)	-
Opening shareholders' funds	55,254	56,316
Closing shareholders' funds	<u>1,722</u>	<u>55,254</u>

10 Controlling party

Mr BM Vinter is the controlling party by virtue of his controlling interest in the company's equity capital.