

**FREEFAX SYSTEMS LIMITED**

**Annual Reports and Financial Statements**

**for the year ended 31st March 2001**

**I N D E X**

Directors' Report	1
Accountant's Report	2
Profit and Loss Account	3
Balance Sheet	4
Accounting Policies	5
Notes to the Financial Statements	6 - 7
Trading and Profit and Loss Account: Directors' Use Only	8



# FREEFAX SYSTEMS LIMITED

## Directors' Report

The Directors present their report together with the financial statements for the year ended 31st March 2001.

### Principal Activities

The principal activity of the Company is the provision of consultancy and related services to the electronics industry.

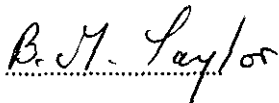
### Directors

The Directors in office in the year and their beneficial interests in the Company's issued ordinary share capital were as follows:

	<u>2001</u>	<u>2000</u>
N.C. Taylor (Chairman)	51	51
B.M. Taylor	49	49

The report 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



B.M. Taylor  
Secretary

Approved by the Board on 11TH SEPTEMBER 2001.

### Registered Office:-

63, Albert Road,  
Connaught Park,  
Bagshot,  
Surrey.

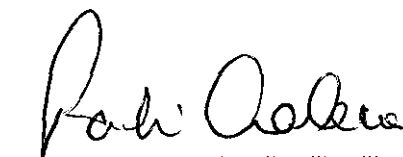
Company No: 2358649

**FREEFAX SYSTEMS LIMITED**

**Accountant's Report on the Unaudited Accounts to the**

**Directors of Freefax Systems Limited**

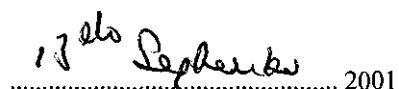
As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st March 2001, set out on pages 3 to 7, and you consider that the Company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Porter Garland

Chartered Accountants

---



Portland House  
Park Street  
Bagshot  
Surrey

---

**FREEFAX SYSTEMS LIMITED**

**Profit and Loss Account**

**for the year ended 31st March 2001**

	<b><u>Note</u></b>	<b><u>2001</u></b>	<b><u>2000</u></b>
Turnover		121,807	104,883
Administration Expenses		29,110	28,297
		-----	-----
<b><u>Operating Profit</u></b>	1	92,697	76,586
Bank Interest Receivable		2,688	956
Interest Payable	2	(599)	-
		-----	-----
<b><u>Profit on Ordinary Activities before Taxation</u></b>		94,786	77,542
Taxation	3	18,858	16,410
		-----	-----
<b><u>Profit for the Financial Year after Taxation</u></b>		75,928	61,132
Dividends		35,000	36,800
		-----	-----
<b><u>Retained Profit for the Financial Year</u></b>		40,928	24,332
Retained Profit at 1st April 2000		97,508	73,176
		-----	-----
<b><u>Retained Profit at 31st March 2001</u></b>		£ 138,436	£ 97,508
		=====	=====

In each of the years shown above, the only gain or loss recognised by the Company was the profit for the year, all of the activities undertaken by the Company were continuing activities, and the reported profit was found under the historical cost convention.

**Shareholders' Funds**

There were no movements other than those shown in the above profit and loss account.

The notes on pages 6 and 7 form part of these financial statements.

# FREEFAX SYSTEMS LIMITED

## Balance Sheet: 31st March 2001

	<u>Note</u>	<u>2001</u>	<u>2000</u>
<b><u>Fixed Assets</u></b>			
Tangible Assets	4	14,860	5,357
<b><u>Current Assets</u></b>			
Debtors	5	29,950	34,551
Cash at Bank		146,564	93,737
		-----	-----
		176,514	128,288
<b><u>Creditors: Amounts Falling Due Within One Year</u></b>	6	49,532	36,037
		-----	-----
<b><u>Net Current Assets</u></b>		126,982	92,251
		-----	-----
<b><u>Total Assets less Current Liabilities</u></b>		141,842	97,608
		-----	-----
<b><u>Creditors: Amounts Falling Due After More Than One Year</u></b>	7	(3,306)	-
		-----	-----
		£ 138,536	£ 97,608
		=====	=====
<b><u>Capital and Reserves</u></b>			
Called Up Share Capital	8	100	100
Profit and Loss Account		138,436	97,508
		-----	-----
		£ 138,536	£ 97,608
		=====	=====

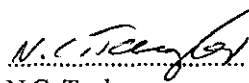
The Directors have taken advantage of the exemption conferred by Section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under Section 249B(2) of the Companies Act 1985.

The Directors acknowledge their responsibility for ensuring that:-

- 1) The Company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- 2) The financial statements give a true and fair view of the state of affairs of the Company as at 31st 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 Companies Act 1985 relating to financial statements, so far as applicable to the Company.

The accounts have 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

  
N.C. Taylor  
Director

Approved by the Board on 11TH SEPTEMBER 2001.  
The notes on pages 6 and 7 form part of these financial statements.

**FREEFAX SYSTEMS LIMITED**

**Accounting Policies**

**for the year ended 31st March 2001**

a) **Basis of Accounting**

The financial statements have been prepared under the historical cost convention.

b) **Cash Flow**

The financial statements do not include a cash flow statement because the Company, as a small reporting entity, is exempt from the requirement to prepare such a statement.

c) **Turnover**

Turnover represents net invoiced sales of goods and services, excluding VAT.

d) **Tangible Fixed Assets**

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life:-

Motor Vehicles	25% on cost
Office Equipment	33½% on cost

e) **Deferred Taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the Directors, there is a reasonable probability that the liability will not arise in the foreseeable future. No provision is required at 31st March 2001.

**FREEFAX SYSTEMS LIMITED**

**Notes to the Financial Statements**

**for the year ended 31st March 2001**

<b>1. <u>Operating Profit</u></b>	<b><u>2001</u></b>	<b><u>2000</u></b>
- is stated after charging:-		
Profit on Sale of Motor Vehicle	(976)	-
Depreciation - Owned Assets	1,017	4,428
- Under Finance Agreements	4,562	-
Directors' Emoluments	12,823	11,309
	<u>          </u>	<u>          </u>

**2. Interest Payable**

Included in interest payable is interest on finance leases and hire purchase contracts of £599 (2000 : £ Nil).

**3. Taxation**

UK Corporation Tax (at 20% on taxable profit for the year)	<u>£ 18,858</u>	<u>£ 16,410</u>
--	-----------------	-----------------

**4. Tangible Fixed Assets**

	<b><u>Motor Vehicle</u></b>	<b><u>Office Equipment</u></b>	<b><u>Total</u></b>
<b><u>Cost</u></b>			
At 1st April 2000	14,250	3,595	17,845
Additions	18,250	396	18,646
Disposals	(14,250)	-	(14,250)
<b><u>At 31st March 2001</u></b>	<u>£ 18,250</u>	<u>3,991</u>	<u>22,241</u>
<b><u>Depreciation</u></b>			
At 1st April 2000	10,686	1,802	12,488
Charge for the Year	4,562	1,017	5,579
On Disposals	(10,686)	-	(10,686)
<b><u>At 31st March 2001</u></b>	<u>£ 4,562</u>	<u>2,819</u>	<u>7,381</u>
<b><u>Net Book Value</u></b>			
<b><u>At 31st March 2001</u></b>	<u>£ 13,688</u>	<u>1,172</u>	<u>14,860</u>
<b><u>At 31st March 2000</u></b>	<u>£ 3,564</u>	<u>1,793</u>	<u>5,357</u>

The net book value of motor vehicles of £13,688 (2000 : £3,564) includes an amount of £13,688 (2000 : £ Nil) in respect of assets held under finance leases and hire purchase contracts.

- continued -

**FREEFAX SYSTEMS LIMITED**

**Notes to the Financial Statements**

**for the year ended 31st March 2001**

	<b><u>2001</u></b>	<b><u>2000</u></b>
<b>5. <u>Debtors</u></b>		
Trade Debtors	29,443	33,840
Sundry Debtors	507	711
	<u>£ 29,950</u>	<u>£ 34,551</u>
<b>6. <u>Creditors: Amounts Falling Due Within One Year</u></b>		
Corporation Tax	18,858	16,410
Other Taxes	7,445	6,494
Directors' Loan Account	3,249	3,906
Other Creditors and Accruals	17,147	9,227
Hire Purchase	2,833	-
	<u>£ 49,532</u>	<u>£ 36,037</u>
<b>7. <u>Creditors: Amounts Falling Due After More Than One Year</u></b>		
Hire Purchase - Repayable in 1 to 2 Years	2,833	-
- Repayable in 2 to 5 Years	473	-
	<u>£ 3,306</u>	<u>£ -</u>
<b>8. <u>Share Capital</u></b>		
Authorised 1,000 Ordinary Shares of £1 each	<u>£ 1,000</u>	<u>£ 1,000</u>
Issued and Fully Paid 100 Ordinary Shares of £1 each	<u>£ 100</u>	<u>£ 100</u>
<b>9. <u>Capital Commitments and Contingent Liabilities</u></b>		

There were no capital commitments or contingent liabilities at 31st March 2001 or 2000.