

Company No: 2996285

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L R D SYSTEMS LIMITED
DIRECTORS REPORT AND ACCOUNTS
30 NOVEMBER 2001



L R D SYSTEMS LIMITED

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L R D SYSTEMS LIMITED**DIRECTORS' REPORT****FOR THE YEAR ENDED 30 NOVEMBER 2001**

The directors present their report and the accounts of the company for the year ended 30 November 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of computer consultancy and systems design.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY


The directors who served the company during the year together with their beneficial interests in the issued Ordinary shares of £1 each of the company were as follows:

| | 30 November 2001 | 30 November 2000 |
|----------------|------------------|------------------|
| Mr D Dutton | 500 | 500 |
| Mrs L R Dutton | 500 | 500 |

SMALL COMPANY PROVISIONS

This report was approved by the board on 28 August 2002, taking advantage of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed by order of the directors



MR D DUTTON
Company Secretary

L R D SYSTEMS LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30 NOVEMBER 2001**

| | Note | 2001 £ | 2000 £ |
|--|----------|----------------|----------------|
| TURNOVER | | 99,013 | 101,649 |
| Cost of sales | | (18,390) | (20,448) |
| GROSS PROFIT | | <u>80,623</u> | <u>81,201</u> |
| Administrative expenses | | (86,660) | (86,340) |
| OPERATING LOSS | 2 | <u>(6,037)</u> | <u>(5,139)</u> |
| Interest receivable | | 7 | 60 |
| LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION | | <u>(6,030)</u> | <u>(5,079)</u> |
| Tax on loss on ordinary activities | 4 | - | 459 |
| LOSS ON ORDINARY ACTIVITIES AFTER TAXATION | | <u>(6,030)</u> | <u>(4,620)</u> |
| Dividends | | - | (3,000) |
| RETAINED LOSS FOR THE FINANCIAL YEAR | | <u>(6,030)</u> | <u>(7,620)</u> |
| Balance brought forward | | 6,389 | 14,009 |
| Balance carried forward | | <u>359</u> | <u>6,389</u> |


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

L R D SYSTEMS LIMITED**BALANCE SHEET****30 NOVEMBER 2001**

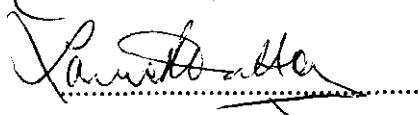
| | Note | 2001 £ | 2000 £ |
|---|------|-----------------|-----------------|
| FIXED ASSETS | | | |
| Tangible assets | 5 | <u>764</u> | <u>1,519</u> |
| CURRENT ASSETS | | | |
| Debtors | 6 | 3,412 | 10,874 |
| Cash at bank | | <u>7,871</u> | <u>6,093</u> |
| | | 11,283 | 16,967 |
| CREDITORS: Amounts falling due within one year | 7 | <u>(10,688)</u> | <u>(11,097)</u> |
| NET CURRENT ASSETS | | 595 | 5,870 |
| NET ASSETS | | <u>1,359</u> | <u>7,389</u> |
| CAPITAL AND RESERVES | | | |
| Called-up share capital | 8 | 1,000 | 1,000 |
| Profit and loss account | | 359 | 6,389 |
| SHAREHOLDERS' FUNDS | | <u>1,359</u> | <u>7,389</u> |

The directors confirm that the company is eligible to take advantage of the audit exemption conferred by Section 249A(1) of the Companies Act 1985, and that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 November 2001. The directors also acknowledge their responsibilities for ensuring that proper accounting records are kept and for preparing accounts that give a true and fair view of the company's position and comply with the provisions of the Companies Act 1985 applicable to small companies.

The accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000), were approved by the board of directors on 28 August 2002 and signed on its behalf.

 MR D DUTTON

Directors

 MRS L R DUTTON

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

L R D SYSTEMS LIMITED**NOTES TO THE ACCOUNTS****30 NOVEMBER 2001****1 ACCOUNTING POLICIES****(a) Basis of accounting**

The accounts have been prepared under the historical cost convention, and in accordance with the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company net of Value Added Tax.

(c) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

| | |
|-----------------------|-------------------|
| Fixtures and fittings | 20% straight line |
| Computers | 33% straight line |

(d) Operating lease agreements

Rentals under operating leases are charged to the profit and loss account evenly over the period of the lease.

(e) Pension costs

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

The annual contributions payable are charged to the profit and loss account.

(f) Cash flow statement

The company is defined as a small company under the Companies Act 1985. The directors have elected to take advantage of the exemption under FRS1 not to prepare a cash flow statement.

2 OPERATING LOSS

Operating loss is stated after charging:

| | 2001 | 2000 |
|----------------------------------|--------------|--------------|
| | £ | £ |
| Directors' remuneration | 27,284 | 27,588 |
| Directors' pension contributions | 2,580 | 7,580 |
| Depreciation | <u>1,554</u> | <u>1,426</u> |

L R D SYSTEMS LIMITED

NOTES TO THE ACCOUNTS

30 NOVEMBER 2001

3 DIRECTORS' PENSION SCHEMES

The number of directors who are accruing benefits under company pension schemes were as follows:

| | 2001 No. | 2000 No. |
|------------------------|-------------|-------------|
| Money purchase schemes | - | 1 |

4 TAX ON LOSS ON ORDINARY ACTIVITIES

| | 2001 £ | 2000 £ |
|-----------------|-----------|-----------|
| Corporation tax | - | (459) |

5 TANGIBLE ASSETS

| | Fixtures and fittings £ | Computers £ | Total £ |
|-----------------------|-------------------------------|----------------|---------------|
| COST | | | |
| At 30 November 2000 | 1,598 | 11,414 | 13,012 |
| Additions | - | 799 | 799 |
| At 30 November 2001 | <u>1,598</u> | <u>12,213</u> | <u>13,811</u> |
| DEPRECIATION | | | |
| At 30 November 2000 | 1,598 | 9,895 | 11,493 |
| Charge for the year | - | 1,554 | 1,554 |
| At 30 November 2001 | <u>1,598</u> | <u>11,449</u> | <u>13,047</u> |
| NET BOOK VALUE | | | |
| At 30 November 2001 | - | <u>764</u> | <u>764</u> |
| At 30 November 2000 | - | <u>1,519</u> | <u>1,519</u> |

6 DEBTORS

| | 2001 £ | 2000 £ |
|---------------------------|--------------|---------------|
| Trade debtors | 2,960 | 6,742 |
| Corporation tax repayable | 452 | 452 |
| Other debtors | - | 3,680 |
| | <u>3,412</u> | <u>10,874</u> |

L R D SYSTEMS LIMITED**NOTES TO THE ACCOUNTS****30 NOVEMBER 2001****7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

| | 2001 | 2000 |
|------------------------------------|---------------|---------------|
| | £ | £ |
| Directors loan account | 3,536 | 269 |
| Taxation and social security costs | 4,442 | 8,339 |
| Other creditors | 2,710 | 2,489 |
| | <u>10,688</u> | <u>11,097</u> |

8 SHARE CAPITAL

| | 2001 | 2000 |
|--|--------------|--------------|
| | £ | £ |
| Authorised: | | |
| 1,000 Ordinary shares of £1 each | <u>1,000</u> | <u>1,000</u> |
| Allotted, called up and fully paid: | | |
| 1,000 Ordinary shares of £1 each | <u>1,000</u> | <u>1,000</u> |

9 CONTROLLING PARTY

The directors, Mr D and Mrs L R Dutton, control the company as a result of controlling directly 100% of the issued ordinary share capital.