

SAGESTORE LIMITED
REPORT AND ACCOUNTS
YEAR ENDED 31 MARCH 1998

Registered number: 2233201



**SAGESTORE LIMITED
DIRECTORS' REPORT**

Directors: P E Smith
Miss H Bangel

Secretary: Mrs J Smith

Registered office: Harwood House, 43 Harwood Road, London SW6 4QP

Registered number: 2233201

The directors present their report together with the accounts of the company for the year ended 31 March 1998.

Principal activity

The principal activity of the company during the year was that of computer software consultancy.

Directors and their interests

The directors of the company at 31 March 1998 are shown above.

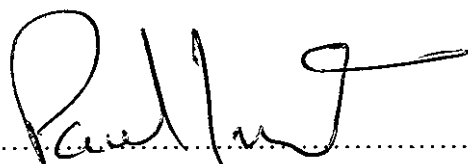
A director had a beneficial interest in the share capital of the company as follows:

| | At 31 March 1998 | At 1 April 1997 |
|-----------|----------------------------|-------------------|
| | Ordinary shares of £1 each | |
| P E Smith | 999 | 999 |
| | <u> </u> | <u> </u> |

Basis of preparation

This report has been prepared in accordance with the special provisions of Part VII of Companies Act 1985 relating to small companies.

By Order of the Board

P E Smith 

Date 29/7/1998

SAGESTORE LIMITED
PROFIT AND LOSS ACCOUNT
For the year ended 31 March 1998

| | Notes | £ | 1997 £ |
|---|-------|----------------|----------------|
| Turnover | 2 | 66,640 | 29,448 |
| Cost of sales | | 37,600 | 14,128 |
| Gross profit | | <u>29,040</u> | <u>15,320</u> |
| Administrative expenses | | 20,034 | 10,041 |
| Operating profit | 3 | <u>9,006</u> | <u>5,279</u> |
| Interest receivable | 4 | 4 | 18 |
| Profit on ordinary activities before taxation | | <u>9,010</u> | <u>5,297</u> |
| Tax on profit on ordinary activities | 5 | 1,853 | 1,385 |
| Profit on ordinary activities after taxation | | <u>7,157</u> | <u>3,912</u> |
| Dividends | | 4,000 | 8,000 |
| Retained profit/(loss) for the financial year | | <u>3,157</u> | <u>(4,088)</u> |
| Retained profits brought forward | | 1,736 | 5,824 |
| Retained profits carried forward | | <u>£ 4,893</u> | <u>£ 1,736</u> |

The attached notes 1 to 10 form a part of these accounts.

SAGESTORE LIMITED
BALANCE SHEET AS AT 31 MARCH 1998

| | Notes | £ | £ | 1997 £ |
|--|-------|---------------|----------------|----------------|
| Unpaid share capital | 9 | | 1,000 | 1,000 |
| Fixed assets | | | | |
| Tangible assets | 6 | | - | - |
| Current assets | | | | |
| Debtors | 7 | 1,890 | | 971 |
| Cash at bank and in hand | | 9,262 | | 1,859 |
| | | <u>11,152</u> | | <u>2,830</u> |
| Creditors: Amounts falling due within one year | 8 | <u>6,259</u> | | <u>1,094</u> |
| Net current assets | | | <u>4,893</u> | <u>1,736</u> |
| Total assets less current liabilities | | | <u>£ 5,893</u> | <u>£ 2,736</u> |
| Capital and reserves | | | | |
| Called up share capital | 9 | | 1,000 | 1,000 |
| Profit and loss account | | | <u>4,893</u> | <u>1,736</u> |
| | | | <u>£ 5,893</u> | <u>£ 2,736</u> |

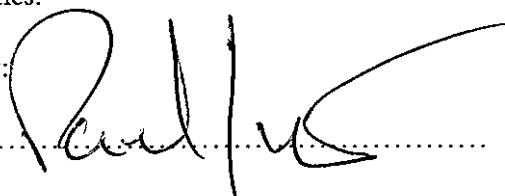
Directors' statement

- (a) The company is entitled to take advantage of the total exemption from audit given by Section 249A(1) of CA 1985 for the year ended 31 March 1998;
- (b) no notice has been deposited by holders of 10% or more of the company's issued share capital requiring the company to obtain an audit of its accounts for the financial year; and
- (c) the directors acknowledge their responsibility for:
- ensuring the company keeps accounting records which comply with Section 221 of CA 1985; and
 - preparing accounts which give a true and fair view of the state of affairs of the company as at the balance sheet date and of its profit or loss for the year then ended in accordance with Section 226 of CA 1985.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

Approved by:

P E Smith



Date

29/7/1998

The attached notes 1 to 10 form a part of these accounts.

SAGESTORE LIMITED
NOTES TO THE ACCOUNTS
For the year ended 31 March 1998

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the accounts.

Accounting convention

The accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and in compliance with the requirements of the Companies Act 1985.

Turnover

Turnover represents invoiced sales less returns exclusive of value added tax.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Computer equipment - 33% per annum

Foreign currencies

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

2. TURNOVER

The turnover and profit for the year are attributable to the principal activity of the company and are derived as follows:

| | 1997 | |
|----------------|-------|-------|
| United Kingdom | 83 | 45 |
| Germany | 17 | 55 |
| | <hr/> | <hr/> |
| | 100% | 100% |
| | <hr/> | <hr/> |

SAGESTORE LIMITED
NOTES TO THE ACCOUNTS
For the year ended 31 March 1998 (continued)

3. OPERATING PROFIT

| | | 1997 |
|---------------------------------------|-------------------|-------------------|
| This is stated after charging: | £ | £ |
| Total directors' emoluments | 42,136 | 15,000 |
| Depreciation of tangible fixed assets | - | 893 |
| | <u> </u> | <u> </u> |

4. INTEREST RECEIVABLE

| | | |
|-----------------------|-------------------|-------------------|
| Bank deposit interest | £ 4 | £ 18 |
| | <u> </u> | <u> </u> |

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

Based on the results for the year:

| | | |
|------------------------------------|-------------------|-------------------|
| Corporation tax at 21% (1997: 24%) | £ 1,853 | £ 1,385 |
| | <u> </u> | <u> </u> |

6. TANGIBLE FIXED ASSETS

| | |
|-----------------------------------|----------------------------|
| | Computer equipment £ |
| Cost: | |
| At 1 April 1997 and 31 March 1998 | 2,679 |
| | <u> </u> |
| Depreciation: | |
| At 1 April 1997 | 2,679 |
| Charge for the year | - |
| | <u> </u> |
| At 31 March 1998 | 2,679 |
| | <u> </u> |
| Net book value: | |
| At 31 March 1998 | £ - |
| | <u> </u> |
| At 31 March 1997 | £ - |
| | <u> </u> |

SAGESTORE LIMITED
NOTES TO THE ACCOUNTS
For the year ended 31 March 1998 (continued)

| | | 1997 |
|--|-----------------------|-----------------------|
| | £ | £ |
| 7. DEBTORS | | |
| Trade debtors | 1,890 | - |
| Other debtors | - | 971 |
| | <u>£ 1,890</u> | <u>£ 971</u> |
| | <u><u>£ 1,890</u></u> | <u><u>£ 971</u></u> |
| 8. CREDITORS: Amounts falling due within one year | | |
| Corporation tax | 854 | 231 |
| Other creditors | 5,405 | 863 |
| | <u>£ 6,259</u> | <u>£ 1,094</u> |
| | <u><u>£ 6,259</u></u> | <u><u>£ 1,094</u></u> |
| 9. SHARE CAPITAL | | |
| Authorised: | | |
| 1,000 ordinary shares of £1 each | £ 1,000 | £ 1,000 |
| | <u>£ 1,000</u> | <u>£ 1,000</u> |
| Allotted, issued and unpaid: | | |
| 1,000 ordinary shares of £1 each | £ 1,000 | £ 1,000 |
| | <u>£ 1,000</u> | <u>£ 1,000</u> |
| | <u><u>£ 1,000</u></u> | <u><u>£ 1,000</u></u> |
| 10. RELATED PARTY DISCLOSURES | | |
| Material balances and transactions with related parties arising during the year were as follows: | | |
| Balances with related parties | | |
| Creditor balances | | |
| P E Smith | £ 450 | £ - |
| | <u>£ 450</u> | <u>£ -</u> |
| Transactions with related parties | | |
| Reimbursable expenses | 4,871 | 443 |
| Accommodation charge | 450 | 275 |
| | <u>4,871</u> | <u>443</u> |
| | <u><u>4,871</u></u> | <u><u>443</u></u> |
| Nature of relationships and control | | |
| P E Smith is a director and controlling shareholder of the company. | | |