

CITIPAGES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST AUGUST 2007



Company no. 3424199

CITIPAGES LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with the financial statements for the year ended 31 August 2007

Principal activities

The company is principally engaged in the provision of internet sites to advertise local services in England. During the year the company has continued to invest in new products and services.

The directors continue to support the company and have demonstrated their confidence by advancing substantial long term loans to the company since the balance sheet date and by taking up their full allocation of rights issue shares in 2007.

Rights Issue

A Rights Issue took place in January 2007 under which £243,250 was subscribed by a number of shareholders, including directors, for 34,750 shares available under the issue. This subscription was by way of £71,250 in cash & £172,000 by partial loan conversion.

Directors

The present membership of the board is as set out below.

The interests of the directors and their families in the shares of the company as at 31 August 2007 and 1st September 2006 were as follows:

	Ordinary shares	
	31st August 2007	1st September 2006
Mr J R S Moore	7,819	1,138
Mr M O'Regan	39,328	12,782

Directors' responsibilities for the financial statements

Company law in the United Kingdom 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 and loss of the company for that period. In preparing those financial statements the directors are required to:

select suitable accounting policies and then apply them consistently

make judgements and estimates that are reasonable and prudent

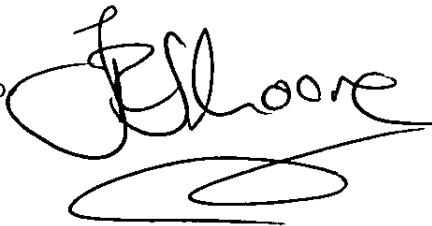
prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining proper accounting records, safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small company exemption

This report has been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD
J R S Moore
Director
20th June 2008



CITIPAGES LIMITED
PROFIT AND LOSS ACCOUNT
For the year ended August 2007

	Notes	2,007 £	2006 £
Turnover	1	<u>7,653</u>	<u>10,855</u>
Gross profit		7,653	3935
Administration expenses		(161,736)	(161,540)
Operating Loss		<u>(154,083)</u>	<u>(157,605)</u>
Other interest receivable and similar income		86	55
Interest payable and similar charges		<u>(20,020)</u>	<u>(20,864)</u>
Loss on ordinary activities before taxation	2	(174,017)	(178,414)
Prior years loan interest		0	(20,897)
Tax on loss on ordinary activities	3	<u>0</u>	<u>0</u>
Loss transferred to reserves	10	<u>-£174,017</u>	<u>-£199,311</u>

CITIPAGES LIMITED

BALANCE SHEET AS AT 31 AUGUST 2007

	Note	2007 £	2007 £	2006 £	2006 £
Fixed Assets					
Intangible assets	4		1		1
Tangible assets	5		<u>1</u>		<u>1</u>
			2		2
Current assets					
Debtors	6	891		4,417	
Cash at bank and in hand		<u>0</u>		<u>0</u>	
		891		4,417	
Creditors amounts falling due within one year	7	<u>22,359</u>		<u>19,654</u>	
Net current liabilities			<u>(21,468)</u>		<u>(15,237)</u>
Total assets less current liabilities			(21,466)		(15,235)
Creditors amounts falling due after more than one year	8		<u>(433,526)</u>		<u>(508,791)</u>
Net assets			<u>-£454,992</u>		<u>-£524,026</u>
Capital and reserves					
Called up share capital	9		5,213		1,737
Share premium account	10		5,218,825		4,979,250
Profit and Loss account	10		<u>(5,679,030)</u>		<u>(5,505,013)</u>
Shareholders funds			<u>-£454,992</u>		<u>-£524,026</u>

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- 1 ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985, and
- 2 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 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 this Act relating to accounts, so far as applicable to the company

The accounts have been prepared in accordance with the special provisions relating to small companies within Part V11 of the Companies Act 1985

James RS Moore
Director

Approved by the board on 20th June 2008

CITIPAGES LIMITED

NOTES TO THE ACCOUNTS

1 Accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002)

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts

Tangible Fixed Asset Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives

Plant and machinery 30% - 50%

Intangible Fixed Assets

These comprise

Domain registrations on the internet under licence for the company's use for a period of two years, renewable on payment of further licence fees

Intellectual property which represents a five year licence for the company to use data supplied by Thomson Directories Limited, within its local website portals

Deferred Taxation

Deferred taxation is recognised on all the timing differences where the transaction or events that give the company an obligation to pay more tax in the future or a right to pay less tax in the future have occurred by the balance sheet date. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantially enacted by the balance sheet date

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term

2 Operating loss	2007	2006
This is stated after charging	£	£
Depreciation and amortisation	0	0

3 Taxation

Unrelieved tax losses of approximately £4 700 000 remain available for offset against future taxable trading profits

4 INTANGIBLE FIXED ASSETS

	Other intangible assets £
Cost or valuation	
At 31 August 2007 and September 2006	335 628
Amortisation	
At 31 August 2007 and September 2006	335 627
Net book value at 31 August 2007	1
Net book value at 31 August 2006	1

CITIPAGES LIMITED

NOTES TO THE ACCOUNTS

5 TANGIBLE FIXED ASSETS

Cost	£
At 31 August 2007	<u>233,611</u>
At 1 September 2006	<u>233,611</u>
Depreciation	£
At 31 August 2007, and September 2006	<u>233,610</u>
Net book value at 31 August 2007	<u>1</u>
Net book value at 31 August 2006	<u>1</u>

6 DEBTORS

	2007	2006
	£	£
Trade debtors	0	3,231
Taxation - Vat	891	1,186
Other debtors	0	0
Social security and other taxes	0	0
	<u>891</u>	<u>4,417</u>

7 CREDITORS AND AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007	2006
	£	£
Bank loans and overdrafts	7,943	2,163
Trade creditors	5,162	16,165
Social security and other taxes	1,754	1,328
Accruals	7,500	0
	<u>22,359</u>	<u>19,654</u>

8 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2007	2006
	£	£
Other creditors (M O'Regan loans & related interest)	<u>433,526</u>	<u>508,791</u>
	<u>433,526</u>	<u>508,791</u>

9 SHARE CAPITAL

	2007	2006
	£	£
Authorised 75,000 (2006 20,500) ordinary shares of 10p each	<u>7,500</u>	<u>2,050</u>
Allotted, called up and fully paid 52,125 ordinary shares of 10p each	<u>5,213</u>	<u>1,737</u>

10 SHARE PREMIUM ACCOUNT AND REVENUE RESERVES

	Share premium account	Profit and loss account
	£	£
At 1 September 2006	4,979,250	-5,505,013
Retained loss for the year		-174,017
Premium on allotments during the year	<u>239,575</u>	
	<u>5,218,825</u>	<u>-5,679,030</u>

11 CAPITAL COMMITMENTS

The company had no capital commitments at 31 August 2007 or 31 August 2006

12 CONTINGENT LIABILITIES

There were no contingent liabilities at 31 August 2007 or 31 August 2006

13 RELATED PARTY TRANSACTIONS

There were no related party transactions during the year (2006 £5,250)

CITIPAGES LIMITED

NOTES TO THE ACCOUNTS

14 ASSOCIATED COMPANY

The Company was a founding shareholder, with a 49% shareholding (which it still retains), in a new company, Central Index Limited (Company Number 6002202) which was incorporated on 17th November 2006