

THE WEBSITE CONSULTANCY LIMITED
FINANCIAL STATEMENTS
FOR
31ST MARCH 2001

Company Registration Number 3119464



GARNER BLEASDALE CHANDLER
Chartered Accountants & Registered Auditors
Haydon House
14 Haydon Place
Guildford
GU1 4LL

THE WEBSITE CONSULTANCY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2001

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THE WEBSITE CONSULTANCY LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31ST MARCH 2001

The directors present their report and the financial statements of the company for the year ended 31st March 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was internet consultancy.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE PARENT COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the parent company were as follows:

	In the parent company	
	At 31st March 2001	At 1st April 2000
J Stannard	8,500	8,500
S Beard	8,500	8,500

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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 7, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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. The directors 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.

AUDITORS

Garner Bleasdale Chandler were appointed as auditors by the directors during the year and a resolution to reappoint them for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

SMALL COMPANY PROVISIONS

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

Registered office:
Speakers House
48 Heart Street
Henley on Thames
Oxfordshire
RG9 2AW

Signed by order of the directors



J. STANNARD

Company Secretary

Approved by the directors on 27th November 2001

THE WEBSITE CONSULTANCY LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 31ST MARCH 2001

We have audited the financial statements on pages 5 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 3, the company's directors are responsible for the preparation of the 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.

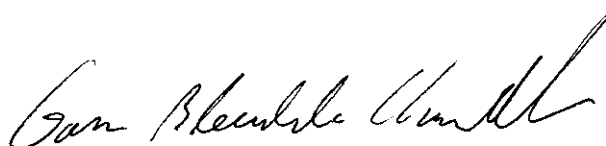
BASIS OF AUDIT OPINION

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 as at 31st March 2001 and of the loss of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



Haydon House
14 Haydon Place
Guildford
GU1 4LL

GARNER BLEASDALE CHANDLER
Chartered Accountants
& Registered Auditors

27th November 2001

THE WEBSITE CONSULTANCY LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST MARCH 2001

	Note	2001 £	2000 £
TURNOVER		189,685	147,103
Cost of sales		<u>168,705</u>	<u>132,238</u>
GROSS PROFIT		20,980	14,865
Administrative expenses		<u>22,355</u>	<u>4,433</u>
OPERATING (LOSS)/PROFIT	2	(1,375)	10,432
Interest payable		-	24
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(1,375)	10,408
Tax on (loss)/profit on ordinary activities		-	-
(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR		(1,375)	10,408
Balance brought forward		<u>(9,579)</u>	<u>(19,987)</u>
Balance carried forward		<u>(10,954)</u>	<u>(9,579)</u>

The notes on page 1 form part of these financial statements.

THE WEBSITE CONSULTANCY LIMITED

BALANCE SHEET

31ST MARCH 2001

	Note	2001		2000	
		£	£	£	£
FIXED ASSETS					
Tangible assets	3		641		-
CURRENT ASSETS					
Debtors	4	19,656		40,241	
Cash at bank		17,688		1,750	
		<u>37,344</u>		<u>41,991</u>	
CREDITORS: Amounts falling due within one year	5	<u>(48,839)</u>		<u>(51,470)</u>	
NET CURRENT LIABILITIES			<u>(11,495)</u>		<u>(9,479)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(10,854)</u>		<u>(9,479)</u>
CAPITAL AND RESERVES					
Called-up equity share capital	7		100		100
Profit and Loss Account			<u>(10,954)</u>		<u>(9,579)</u>
DEFICIENCY			<u>(10,854)</u>		<u>(9,479)</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 27th November 2001, and are signed on their behalf by:



J STANNARD



S BEARD

THE WEBSITE CONSULTANCY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2001

1. ACCOUNTING POLICIES

Basis of accounting

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

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

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:

Equipment - 20% straight line

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	2001	2000
	£	£
Directors' emoluments	-	-
Depreciation	160	-
Auditors' fees	1,000	1,000

3. TANGIBLE FIXED ASSETS

	Equipment £
COST	
Additions	801
At 31st March 2001	<u>801</u>
DEPRECIATION	
Charge for the year	160
At 31st March 2001	<u>160</u>
NET BOOK VALUE	
At 31st March 2001	<u>641</u>

4. DEBTORS

	2001	2000
	£	£
Trade debtors	9,814	22,213
Directors current accounts	8,527	-
Prepayments and accrued income	1,315	18,028
	<u>19,656</u>	<u>40,241</u>

THE WEBSITE CONSULTANCY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2001

5. CREDITORS: Amounts falling due within one year

	2001		2000
	£	£	£
Trade creditors		16,365	11,959
Amounts owed to group undertakings		23,997	21,573
Other creditors including taxation:			
VAT	1,609		3,533
Other creditors	-		100
		<u>1,609</u>	<u>3,633</u>
Accruals and deferred income		6,868	14,305
		<u>48,839</u>	<u>51,470</u>

6. RELATED PARTY TRANSACTIONS

The husband of J Stannard controls a business trading as Matrix. During the years ended 31st March 2001 and 31st March 2000 Matrix provided project consultancy services on an arms length basis totalling £68,611 (2000: £72,950). Included within trade creditors at the year end is £nil (2000: £4,140) owed to Matrix.

7. SHARE CAPITAL

Authorised share capital:

	2001	2000
	£	£
250,000 Equity ordinary shares of £1.00 each	<u>250,000</u>	<u>250,000</u>

Allotted, called up and fully paid:

	2001	2000
	£	£
Ordinary share capital	<u>100</u>	<u>100</u>

8. ULTIMATE PARENT COMPANY

The company is a 100% subsidiary of Marbles UK Limited, a company registered in England.