

THE WEBSITE CONSULTANCY LIMITED
FINANCIAL STATEMENTS

31st MARCH 1999

Company Registration Number 3119464

GARNER BLEASDALE CHANDLER

Chartered Accountants

Haydon House
14 Haydon Place
Guildford
GU1 4LL



THE WEBSITE CONSULTANCY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 1999

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THE WEBSITE CONSULTANCY LIMITED
THE DIRECTORS' REPORT
YEAR ENDED 31st MARCH 1999

The directors present their report and the unaudited financial statements of the company for the year ended 31st March 1999.

PRINCIPAL ACTIVITIES

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

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 shares of the company were as follows:

	Equity ordinary Shares of £1 each	
	At 31 March 1999	At 1 April 1998
J Stannard	50	50
S Beard	50	50
	<u>50</u>	<u>50</u>

YEAR 2000 COMPLIANCE

Many computer systems which express dates using only the last two digits of the year may malfunction due to the date change to the Year 2000. This risk to the business relates not only to the company's computer systems, but also to some degree to those of the company's customers and suppliers.

All impact issues and key risks have been assessed and the financial impact is currently concluded to be minimal.

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:
 47, Duke Street
 Henley on Thames
 Oxfordshire
 RG9 1UR

Signed by order of the directors



J. STANNARD
 Company Secretary

Approved by the directors on 28th July 1999

THE WEBSITE CONSULTANCY LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31st MARCH 1999

	Note	1999 £	1998 £
TURNOVER		100,994	35,843
Cost of sales		65,587	25,175
GROSS PROFIT		35,407	10,668
Administrative expenses		5,185	21,632
OPERATING PROFIT/(LOSS)		30,222	(10,964)
Interest payable		14	32
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		30,208	(10,996)
Tax on profit/(loss) on ordinary activities		-	-
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		30,208	(10,996)
Balance brought forward		(50,197)	(39,201)
Balance carried forward		(19,989)	(50,197)

THE WEBSITE CONSULTANCY LIMITED

BALANCE SHEET

31st MARCH 1999

	Note	1999		1998	
		£	£	£	£
CURRENT ASSETS					
Debtors	2	9,636		7,445	
Cash at bank and in hand		3,969		16	
		<u>13,605</u>		<u>7,461</u>	
CREDITORS: Amounts falling due within one year	3	<u>(33,494)</u>		<u>(57,558)</u>	
NET CURRENT LIABILITIES			<u>(19,889)</u>		<u>(50,097)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(19,889)</u>		<u>(50,097)</u>
CAPITAL AND RESERVES					
Called-up equity share capital	5		100		100
Profit and loss account			<u>(19,989)</u>		<u>(50,197)</u>
DEFICIENCY			<u>(19,889)</u>		<u>(50,097)</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These accounts 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.

These financial statements were approved by the directors on the 28th July 1999 and are signed on their behalf by:


J STANNARD


S BEARD

THE WEBSITE CONSULTANCY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 1999

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.

Turnover

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

2. DEBTORS

	1999 £	1998 £
Trade debtors	6,732	7,445
Other debtors	629	-
Prepayments and accrued income	2,275	-
	<u>9,636</u>	<u>7,445</u>

3. CREDITORS: Amounts falling due within one year

	1999 £	1998 £	1998 £
Trade creditors		25,765	52,865
Other creditors including:			
VAT	1,580		1,535
Other creditors	2,074		-
Directors current accounts	-		1,630
	<u>3,654</u>		<u>3,165</u>
Accruals and deferred income		4,075	1,528
	<u>33,494</u>		<u>57,558</u>

THE WEBSITE CONSULTANCY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 1999

4. RELATED PARTY TRANSACTIONS

The company was under the control of S Beard and J Stannard throughout the current and previous year. S Beard and J Stannard are joint managing directors and equal interest shareholders.

J Stannard and S Beard own 100% of the share capital of Marbles (UK) Ltd. During the years ended 31st March 1999 and 31st March 1998 Marbles (UK) Ltd provided office administration services and related costs totalling £1,777 (1998: £2,832). These fees are considered to be at normal business terms. Included within trade creditors is £25,619 (1998: £32,623) owed to Marbles (UK) Ltd at the year end.

In addition, the company was owed £0 (1998: £4,554) by Marbles (UK) Ltd from sales made in October 1996.

The husband of J Stannard controls a business trading as Matrix. During the years ended 31st March 1998 and 31st March 1999 Matrix provided project consultancy services on an arms length basis totalling £26,628 (1998: £25,826). Included within trade creditors at the year end is £0 (1998: £19,361) owed to Matrix at the year end. Included in trade debtors is £675 (1998: £0) due from Matrix at the year end.

5. SHARE CAPITAL

Authorised share capital:

	1999 £	1998 £
250,000 Equity ordinary shares of £1 each	<u>250,000</u>	<u>250,000</u>

Allotted, called up and fully paid:

	1999 £	1998 £
Ordinary share capital	<u>100</u>	<u>100</u>

6. CONTROL RELATIONSHIP

The company was under the joint control of J Stannard and S Beard who each own 50% of the share capital.