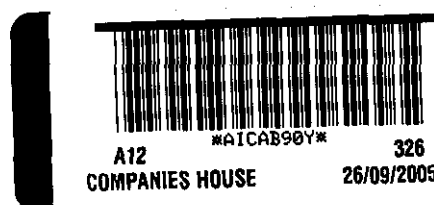


STASES LIMITED

Company Registration No. 3706066

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2004



HARRISON RENWICK
INCORPORATED FINANCIAL ACCOUNTANTS
GRANGE HOUSE
GRANGE ROAD
MIDHURST
WEST SUSSEX
GU29 9LS

STASES LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2004

DIRECTOR:

Mrs M S Thomas

SECRETARY:

K Bird

REGISTERED OFFICE:

Home Cottages
Bunch Lane
Haslemere
Surrey
GU27 1AJ

REGISTERED NUMBER:

3706066 (England and Wales)

ACCOUNTANTS:

Harrison Renwick
Grange House
Grange Road
Midhurst
West Sussex
GU29 9LS

STASES LIMITED
REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 DECEMBER 2004

The director presents her report and the financial statements of the company for the year ended 31 December 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of management and business consultants.

RESULTS AND DIVIDENDS

The results for the year are set out in detail on page 1.

The director recommends the payment of a dividend on the ordinary shares amounting to £37,400.

DIRECTOR

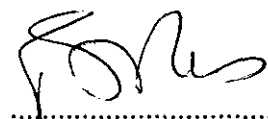
Mrs M S Thomas was the sole director during the year under review.

Her beneficial interest in the issued share capital of the company was as follows:

	<u>At 31/12/2004</u>	<u>At 31/12/2003</u>
	<u>Ordinary Shares of</u>	<u>Ordinary Shares of</u>
	<u>£1 each</u>	<u>£1 each</u>
M S Thomas	98	98

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

ON BEHALF OF THE BOARD:



..... Mrs M S Thomas - Director

..... 20/9/05

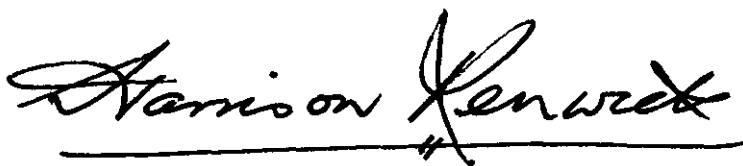
..... Date

STASES LIMITED

ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS
TO THE DIRECTOR OF STASES LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2004, set out on pages 1 to 4 and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Harrison Renwick
Incorporated Financial Accountants
Grange House
Grange Road
Midhurst
West Sussex
GU29 9LS



Dated: 18th September 2005.

STASES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2004

	<u>NOTE</u>	<u>2004</u>	<u>2003</u>
<u>TURNOVER</u>		194,250	260,001
Administrative expenses		<u>152,102</u>	<u>258,939</u>
<u>OPERATING PROFIT</u>	2	42,148	1,062
Interest received and similar income		<u>311</u>	<u>173</u>
		42,459	1,235
Interest payable and similar charges		<u>-</u>	<u>-</u>
<u>PROFIT ON ORDINARY</u>			
<u>ACTIVITIES BEFORE TAXATION</u>		42,459	1,235
Taxation on profit on ordinary Activities	3	<u>8,133</u>	<u>465</u>
<u>PROFIT ON ORDINARY</u>			
<u>ACTIVITIES AFTER TAXATION</u>		<u>34,326</u>	<u>1,700</u>
Dividends	4	<u>37,400</u>	<u>-</u>
		(3,074)	1,700
Retained profit brought forward		<u>3,140</u>	<u>1,440</u>
RETAINED PROFIT CARRIED FORWARD		£ <u>66</u>	£ <u>3,140</u>

STASES LIMITED
BALANCE SHEET AS AT 31 DECEMBER 2004

	<u>NOTE</u>	<u>2004</u>	<u>2003</u>
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FIXED ASSETS

Tangible Assets	5	1,582	2,877
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CURRENT ASSETS

Debtors	6	22,903	1,087
Cash at Bank and in Hand		<u>11,676</u>	<u>42,640</u>
		<u>34,579</u>	<u>43,727</u>

CREDITORS: Amounts falling due within one year

	7	(35,995)	(43,364)
--	---	----------	----------

NET CURRENT (LIABILITIES)/ASSETS

		(1,416)	363
--	--	---------	-----

NET ASSETS

		£ 166	£3,240
--	--	-------	--------

CAPITAL AND RESERVES

Called Up Share Capital	8	100	100
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Profit and Loss Account	9	66	3,140
-------------------------	---	----	-------

SHAREHOLDER'S FUNDS

		£ 166	£3,240
--	--	-------	--------

The director has taken advantage of the exemption conferred by section 249A(1) not to have these accounts audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The director acknowledges her responsibilities for ensuring that:

- i The company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- ii The accounts give a true and fair view of the state of affairs of the company as at 31 December 2004 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to the accounts, so far as applicable to the company.

Advantage has been taken of the exemptions conferred by section A of part III of schedule 8, and in the opinion of the directors, the company is entitled to those exemptions on the basis that it qualifies as a small company.

The notes on pages 3 to 4 form part of these accounts.

The financial statements were approved by the Board and signed on its behalf by:-

..... Mrs M S Thomas 20/9/05 Date

STASES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2004

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 June 2002).

TURNOVER

Turnover consists of the invoiced value (excluding VAT) of services supplied to third parties.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office equipment - 15% on reducing balance
 Motor vehicles - 25% on reducing balance
 Computer equipment - 33% on cost

PENSIONS

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

	<u>2004</u>	<u>2003</u>
	£	£
2. <u>OPERATING PROFIT</u>		
Operating profit is arrived at after charging:		
Depreciation – owned assets	1,868	1,697
Pension costs	14,000	4,086
Director's emoluments and other benefits etc	100,232	102,014
3. <u>TAX ON PROFIT ON ORDINARY ACTIVITIES</u>		
	<u>2004</u>	<u>2003</u>
	£	£
UK corporation tax	8,133	-
(Over)/under provision in prior year	-	(465)
	<u>8,133</u>	<u>(465)</u>
4. <u>DIVIDENDS</u>		
	<u>2004</u>	<u>2003</u>
	£	£
Interim and final proposed dividends	37,400	-
	<u>37,400</u>	<u>-</u>

STASES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2004 (CONTINUED)

5. TANGIBLE FIXED ASSETS

	<u>Office</u>	<u>Computer</u>	
<u>COST</u>	<u>Equip-</u>	<u>Equip-</u>	<u>Total</u>
	<u>ment</u>	<u>ment</u>	
At 1 January 2004	1,540	6,178	7,718
Additions	-	573	573
At 31 December 2004	1,540	6,751	8,291
 <u>DEPRECIATION</u>			
At 1 January 2004	758	4,083	4,841
Charge for year	117	1,751	1,868
At 31 December 2004	875	5,834	6,709
 <u>NET BOOK VALUE</u>			
At 31 December 2004	665	917	1,582
At 31 December 2003	782	2,095	2,877

	<u>2004</u>	<u>2003</u>
	<u>£</u>	<u>£</u>
6. <u>DEBTORS</u> : amounts falling due within one year		
Trade debtors	16,303	1,087
Director's current account	6,600	-
	<u>22,903</u>	<u>1,087</u>

Note The overdrawn directors current account has been repaid in full after the end of the year.

	<u>2004</u>	<u>2003</u>
	<u>£</u>	<u>£</u>
7. <u>CREDITORS</u> : amounts falling due within one year		
Sundry creditors and accruals	1,449	1,494
Social security and other taxes	26,413	41,870
Corporation tax	8,133	-
	<u>35,995</u>	<u>43,364</u>

	<u>2004</u>	<u>2003</u>
	<u>£</u>	<u>£</u>
8. <u>CALLED UP SHARE CAPITAL</u>		

Authorised, allotted, issued and fully paid
100 Ordinary Shares of £1 each

	<u>2004</u>	<u>2003</u>
	<u>£</u>	<u>£</u>
9. <u>PROFIT AND LOSS ACCOUNT</u>		
At 1 January 2004	3,140	1,440
Retained (loss)/profit for the year	(3,074)	1,700
At 31 December 2004	<u>66</u>	<u>3,140</u>

10. ULTIMATE CONTROL

Mrs M S Thomas has ultimate control of the company.

STASES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2004

	<u>2004</u>	<u>2003</u>
<u>INCOME</u>		
Consulting income	194,250	260,001
<u>OTHER INCOME</u>		
Deposit account interest	<u>311</u>	<u>173</u>
	194,561	260,174
<u>EXPENDITURE</u>		
Director's Remuneration	96,528	98,741
Director's National Insurance	12,081	12,251
Wages	16,219	101,041
National Insurance	1,474	11,766
Pensions	14,000	4,086
Insurance	3,704	3,273
Telephone	2,350	4,181
Printing, Postage and Stationery	739	679
Subscriptions	15	637
Travel and Subsistence	1,500	17,721
Course Fees	116	247
Sundry Expenses	-	61
Repairs and Renewals	103	195
Accountancy Fees	1,300	1,300
Entertainment	<u>38</u>	<u>637</u>
	150,167	256,816
	44,394	3,358
<u>FINANCE COSTS</u>		
Bank Charges	<u>67</u>	<u>426</u>
	44,327	2,932
<u>DEPRECIATION</u>		
Fixtures and Fittings	117	138
Computer Equipment	<u>1,751</u>	<u>1,559</u>
	<u>1,868</u>	<u>1,697</u>
<u>NET PROFIT FOR THE YEAR</u>	£ <u>42,459</u>	£ <u>1,235</u>