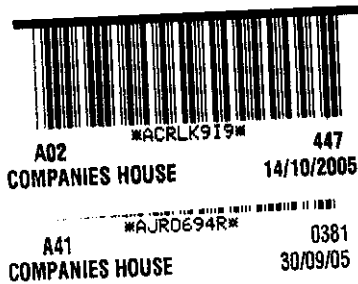


SysBrain Ltd

REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2004.

Registered in England and Wales No. 04583971



SYSBRAIN LTD

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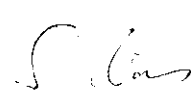
COMPANY INFORMATION

SYSBRAIN LTD

FOR THE YEAR ENDED 30 NOVEMBER 2003

DIRECTOR:	Prof. Sandor M Veres
DIRECTOR:	Aron G Veres
SECRETARY:	Sandor M Veres
REGISTERED OFFICE	10 Rothschild Close Southampton SO19 9TE, UK
REGISTERE*D NUMBER	4583971 (England & Wales)
ACCOUNTANTS:	SHARMA & CO. Chartered Accountants 5 St Denys Road Portswood Southampton, SO17 2NG

:



SYSBRAIN LTD

DIRECTOR'S REPORT

The Director presents his report with the financial statements of the company for the year ended 30 November 2004

PRINCIPAL ACTIVITY

The principal activity of the company is software production and its sale through the Internet in the form of e-commerce.

DIRECTORS AND THEIR INTEREST


The Director, who held office during the accounting period, was S. M. Veres, and from 27.10.2004 until the end of the accounting period, Aron G Veres was also Director.

Ordinary share of £0.1 each

Sandor M Veres	7600
Aron G Veres	1500

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:



Sandor M Veres - Director

Dated: 2.9.2005

SYSBRAIN LTD

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 NOVEMBER 2004

	Notes	£
TURNOVER	2	1538
Cost of Sales	3	775
GROSS PROFIT(LOSS)	4	(414)
Administrative expenses & Trade Mark licences		1343
OPERATING PROFIT		(414)
Interest receivable on similar income	5	7
PROFIT(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		(414)
Tax on profit on ordinary activities		0
PROFIT(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		(414)
Dividends		0
PROFIT(LOSS) CARRIED FORWARD		(414)

S. Lee

SYSBRAIN LTD

**BALANCE SHEET
AS AT 30 NOVEMBER 2004**

	Notes	£	£
CALLED UP SHARE CAPITAL NOT PAID			<u>0</u>
FIXED ASSESTS			
Intangible assets:			
Licences		1177	
Tangible Assets	6	2200	
Investments		0	
			<u>3377</u>
CURRENT ASSETS			
Stock	7	60	
Debtors		0	
Investments		0	
Cash at bank and in hand		797	
			<u>797</u>
PREPAYMENTS AND ACCRUED INCOME			0
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			0
NET CURRENT ASSETS (LIABILITIES)			<u>(843)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>3377</u>
CREDITORS : AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	8		<u>4220</u>
PROVISIONS FOR LIABILITIES AND CHARGES			<u>0</u>
ACCRUALS AND DEFERRED INCOME			<u>0</u>
CAPITAL AND RESERVES			
Issued Share Capital	9	910	
Share premium account		0	
Revaluation reserve		0	
Other reserves		0	
			<u>910</u>
PROFIT AND LOSS ACCOUNT			<u>(380)</u>


The company is entitled to exemption from audit under Section 29A(1) of the companies Act 1985 for the year ending 30 November 2004. No notice had been deposited under section 249B(2) of the Companies Act 1985 in relation to its financial statement for the period.

The director acknowledges his responsibilities for

- a) Ensuring that the Company keeps accounting records which comply with Section 221 of Companies Act 1985 and
- b) Preparing financial statements 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 each financial year in accordance with the requirements of Section 226 and which otherwise comply with the companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Small Entities (effective June 2002).

ON BEHALF OF THE BOARD:

Signature: 
S. M. Veres - Director

Date: ... 2.9.2005 ...

SYSBRAIN LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2004

1 ACCOUNTING POLICIES

Accounting Conventions

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

2 **Turnover**

Turnover represents net invoiced sale of software through e-commerce.

3 **Cost of sales**

These are the e-commerce operational costs.

4 **Gross profit (loss)**

Unexpectedly low sales and turnover meant that the cost of sales exceeded the turnover, resulting in a net loss for the financial period.

5 **Interest receivable**

This was interest paid on current account bank balances.

6 **Tangible Fixed Assets**

Computers, office equipment, furniture & fittings.

7 **Stock**

CDs to hold software to be sold and printed software manuals.

8 **Creditors**

Director's loans to the company amounting to £ 4220.

9 **Share capital**

Fully paid share capital:

S M Veres - 7600 Ordinary shares of £0.1 each

A G Veres - 1500 Ordinary shares of £0.1 each

£
760
150