

Registration number 3173926

Tengra Limited

Director's report and financial statements

for the year ended 31 May 2002



Tengra Limited

Company information

| | |
|-------------------|---|
| Director | John McVittie |
| Secretary | Jane McVittie |
| Company number | 3173926 |
| Registered office | 3 Pond Place London SW3 6QR |
| Accountants | Sterling Hay 100 Pall Mall London SW1Y 5HP |

Tengra Limited

Contents

| | Page |
|-----------------------------------|--------------|
| Director's report | 1 |
| Accountants' report | 2 |
| Profit and loss account | 3 |
| Balance sheet | 4 - 5 |
| Notes to the financial statements | 6 - 8 |

Tengra Limited

Director's report for the year ended 31 May 2002

The director presents his report and the financial statements for the year ended 31 May 2002.

Principal activity

The principal activity of the company is the purchase, trading and collection of financial assets including loans, leases and claims, and related activities.

Director and his interest

The director who served during the year and his interest in the company are as stated below:

| | Ordinary shares | |
|---------------|------------------------|-----------------|
| | 31/05/02 | 01/06/01 |
| John McVittie | 25 | 25 |

Director's responsibilities

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the director is required to:

- select suitable accounting policies and 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

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

This report was approved by the Board on 25 September 2002 and signed on its behalf by


Jane McVittie
Secretary

Tengra Limited

**Accountants' report on the unaudited financial statements to the director of
Tengra Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 May 2002 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.


Sterling Hay

**100 Pall Mall
London
SW1Y 5HP**

Date: 25 September 2002

Tengra Limited

Profit and loss account for the year ended 31 May 2002

| | | Continuing operations | |
|--|--------------|------------------------------|-------------|
| | | 2002 | 2001 |
| | Notes | £ | £ |
| Turnover | 2 | 183,335 | 274,573 |
| Staff costs | | (66,009) | (102,156) |
| Depreciation on fixed assets | | (2,379) | (1,004) |
| Other operating charges | | (26,598) | (8,804) |
| Operating profit | 3 | 88,349 | 162,609 |
| Other interest receivable and similar income | | 8,237 | 4,304 |
| Profit on ordinary activities before taxation | | 96,586 | 166,913 |
| Tax on profit on ordinary activities | 5 | (19,296) | (32,616) |
| Retained profit for the year | | 77,290 | 134,297 |
| Retained profit brought forward | | 157,910 | 23,613 |
| Retained profit carried forward | | 235,200 | 157,910 |

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 8 form an integral part of these financial statements.

Tengra Limited

**Balance sheet
as at 31 May 2002**

| | | 2002 | | 2001 | |
|---|-------|-----------------|----------------|-----------------|----------------|
| | Notes | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 6 | | 7,483 | | 5,132 |
| Current assets | | | | | |
| Debtors | 7 | 8,000 | | 7 | |
| Cash at bank and in hand | | 259,359 | | 164,025 | |
| | | <u>267,359</u> | | <u>164,032</u> | |
| Creditors: amounts falling due within one year | 8 | <u>(39,542)</u> | | <u>(11,154)</u> | |
| Net current assets | | | <u>227,817</u> | | <u>152,878</u> |
| Net assets | | | <u>235,300</u> | | <u>158,010</u> |
| Capital and reserves | | | | | |
| Called up share capital | 9 | | 100 | | 100 |
| Profit and loss account | | | <u>235,200</u> | | <u>157,910</u> |
| Equity shareholders' funds | 10 | | <u>235,300</u> | | <u>158,010</u> |

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

Tengra Limited

Balance sheet (continued)

**Director's statements required by Section 249B(4)
for the year ended 31 May 2002**

In approving these financial statements as director of the company I hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 May 2002 and

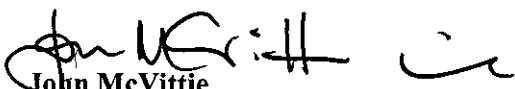
(c) that I acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The financial statements were approved by the Board on 25 September 2002 and signed on its behalf by


John McVittie
Director

The notes on pages 6 to 8 form an integral part of these financial statements.

Tengra Limited

Notes to the financial statements for the year ended 31 May 2002

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention .

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

| | | |
|-------------------------|---|----------------------|
| Computers and equipment | - | 25% Straight line |
| Furniture and fittings | - | 25% Reducing balance |

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

| | 2002 | 2001 |
|--|--------------|--------------|
| | £ | £ |
| Operating profit is stated after charging: | | |
| Depreciation and other amounts written off tangible assets | 2,379 | 1,004 |
| | <u>2,379</u> | <u>1,004</u> |

4. Director's emoluments

| | 2002 | 2001 |
|---------------------------------|---------------|---------------|
| | £ | £ |
| Remuneration and other benefits | 48,108 | 80,000 |
| | <u>48,108</u> | <u>80,000</u> |

5. Taxation

| | 2002 | 2001 |
|---------------------------------|---------------|---------------|
| | £ | £ |
| UK current year taxation | | |
| UK corporation tax | 19,277 | 32,616 |
| Prior years | | |
| UK corporation tax | 19 | - |
| | <u>19,296</u> | <u>32,616</u> |

Tengra Limited

**Notes to the financial statements
for the year ended 31 May 2002**

..... continued

| 6. Tangible fixed assets | Computers and equipment £ | Furniture and fittings £ | Total £ |
|--|--|---|--------------------|
| Cost | | | |
| At 1 June 2001 | 5,948 | 1,931 | 7,879 |
| Additions | - | 4,730 | 4,730 |
| At 31 May 2002 | <u>5,948</u> | <u>6,661</u> | <u>12,609</u> |
| Depreciation | | | |
| At 1 June 2001 | 2,696 | 51 | 2,747 |
| Charge for the year | 1,284 | 1,095 | 2,379 |
| At 31 May 2002 | <u>3,980</u> | <u>1,146</u> | <u>5,126</u> |
| Net book values | | | |
| At 31 May 2002 | <u>1,968</u> | <u>5,515</u> | <u>7,483</u> |
| At 31 May 2001 | <u>3,252</u> | <u>1,880</u> | <u>5,132</u> |
| | | | |
| 7. Debtors | | 2002 | 2001 |
| | | £ | £ |
| Other debtors | | <u>8,000</u> | <u>7</u> |
| | | | |
| 8. Creditors: amounts falling due within one year | | 2002 | 2001 |
| | | £ | £ |
| Corporation tax | | 19,277 | 11,154 |
| Accruals and deferred income | | <u>20,265</u> | <u>-</u> |
| | | <u>39,542</u> | <u>11,154</u> |

Tengra Limited

**Notes to the financial statements
for the year ended 31 May 2002**

..... continued

| | | |
|---|----------------|----------------|
| 9. Share capital | 2002 | 2001 |
| | £ | £ |
| Authorised equity | | |
| 100 Ordinary shares of 1 each | <u>100</u> | <u>100</u> |
| Allotted, called up and fully paid equity | | |
| 100 Ordinary shares of 1 each | <u>100</u> | <u>100</u> |
| 10. Reconciliation of movements in shareholders' funds | 2002 | 2001 |
| | £ | £ |
| Profit for the year | 77,290 | 134,297 |
| Opening shareholders' funds | <u>158,010</u> | <u>23,713</u> |
| Closing shareholders' funds | <u>235,300</u> | <u>158,010</u> |