

ARCALIAN LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2003



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ARCALIAN LIMITED

COMPANY INFORMATION

Director

C Brawley

Secretary

Cambridge Nominees Limited

Registered Office

William James House
Cowley Road
Cambridge
CB4 0WX

The director presents his report and the unaudited financial statements of the company for the year ended 30 June 2003.

Principal Activity

The principal activity of the company is as a reseller of goods.

Results and Dividend

The profit for the year is shown in the profit and loss account on page 5.

Directors and directors' interests

The present director of the company is C Brawley who owns 1 ordinary shares of £1 each in the company. There were no changes in the year.

Approval

This directors report has been prepared taking advantage of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies act 1985 on the grounds that the company qualifies as a small company.

The report of the Director was approved and signed by him on 5 February 2004



Craig Brawley
Director

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2003

| | Notes | 2003 £ |
|--|-------|---------------------|
| Turnover from continuing operations | 1 | 4,488 |
| Cost of sales | | <u>(492)</u> |
| Gross profit | | 3,996 |
| Administrative expenses | | <u>(673)</u> |
| Profit on ordinary activities before taxation | | 3,323 |
| Tax on profit on ordinary activities | 2 | <u>-</u> |
| Profit on ordinary activities after taxation | | 3,323 |
| Dividends | | <u>-</u> |
| Retained profit for the financial year | 6 | <u><u>3,323</u></u> |

All recognised gains and losses are included in the profit and loss account.

ARCALIAN LIMITED

BALANCE SHEET AT 30 JUNE 2003

| | Notes | 2003 £ |
|---|-------|--------------|
| Current assets | | |
| Stocks | | 655 |
| Debtors | 3 | 336 |
| Cash at bank and in hand | | <u>3,022</u> |
| | | 4,013 |
| Creditors: amounts falling due within one year | 4 | <u>(689)</u> |
| Net current assets | | <u>3,324</u> |
| Net assets | | <u>3,324</u> |
| Capital and reserves | | |
| Called up share capital | 5 | 1 |
| Profit and loss account | 6 | <u>3,323</u> |
| Shareholders' funds | 7 | <u>3,324</u> |

Advantage has been taken, in the preparation of these financial statements, of the special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The director is of the opinion that the company is entitled to those exemptions as it is a small company as defined in section 247 Companies Act 1985.

The company is entitled to the exemption conferred by section 249A(1) of the Companies Act 1985 not to have these financial statements audited and no notice has been deposited under section 249B(2) in relation to these financial statements.

The director acknowledges his responsibilities for ensuring that:

- i) the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- ii) the financial statements give a true and fair view of the state of affairs of the company at 30 June 2003 and of its profit or loss for the year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements so far as applicable to the company.

The financial statements were approved by the director and signed by him on 5 February 2004



Craig Brawley
Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2003

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting and financial reporting standards under the historical cost convention.

Turnover

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

Stocks

Stocks and work in progress are valued at the lower of cost and estimated net realisable value. Cost is determined on a first in first out basis. The cost of work in progress and finished goods comprises materials, direct labour and attributable production overheads. Net realisable value is based on the estimated sales price after allowing for all further costs of completion and disposal.

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred or accelerated because of timing differences between the treatment of certain items for accounting and taxation purposes. Provision for deferred taxation is made for the full potential liability.

Comparative figures

There are no comparative figures as this is the company's first period of trading.

2. TAX ON PROFIT ON ORDINARY ACTIVITIES

| | 2003 £ |
|--|--------------|
| Profit on ordinary activities for the year | <u>3,323</u> |
| Profit on ordinary activities for the year multiplied by small profits rate of corporation tax in the UK of 0% | — |
| Total current UK corporation tax on profits of the year | <u>—</u> |

3. DEBTORS

| | 2003 £ |
|---------------|------------|
| Trade debtors | <u>336</u> |

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2003 £ |
|------------------------------------|------------|
| Other taxation and social security | 235 |
| Owed to director | 154 |
| Accruals and deferred income | <u>300</u> |
| | <u>689</u> |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. SHARE CAPITAL

| | |
|---|--------------|
| | 2003 £ |
| Authorised | |
| 2,000 ordinary shares of £1 each | <u>2,000</u> |
| Allotted, called up and fully paid | |
| 1 ordinary shares of £1 each | <u>1</u> |

6. PROFIT AND LOSS ACCOUNT

| | |
|---|--------------|
| | 2003 £ |
| At beginning of year | - |
| Transfer from profit and loss account of the year | <u>3,323</u> |
| At end of year | <u>3,323</u> |

7. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

| | |
|--|--------------|
| | 2003 £ |
| Profit for the financial year | 3,323 |
| Dividends | <u>-</u> |
| | 3,323 |
| Net proceeds of new share capital subscribed | <u>1</u> |
| Net addition to shareholders' funds | 3,324 |
| Opening shareholders' funds | <u>-</u> |
| Closing shareholders' funds | <u>3,324</u> |