

BRIXX TECHNOLOGIES LIMITED
DIRECTOR'S REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005



BRIXX TECHNOLOGIES LIMITED

COMPANY INFORMATION

Director	B J Baxter
Secretary	J Baxter
Company number	4431104
Registered office	10 Station Road Henley on Thames Oxfordshire RG9 1AY
Accountants	E A Kench & Co. Chartered Accountants 10 Station Road Henley on Thames Oxfordshire RG9 1AY
Business address	54A Queen Street Henley on Thames Oxfordshire RG9 1AP

BRIXX TECHNOLOGIES LIMITED

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BRIXX TECHNOLOGIES LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2005

The director presents his report and financial statements for the year ended 31 December 2005.

Principal activities

The principal activity of the company continued to be that of software publishing and computer related activities.

Director

The following director has held office since 1 January 2005:

B J Baxter

Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary shares of £ 1 each	
	31 December 2005	1 January 2005
B J Baxter	1	1

Director's responsibilities

The director is responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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

- select suitable accounting policies and then 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 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 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



B J Baxter

Director

27 OCT 2006

BRIXX TECHNOLOGIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

	Notes	2005 £	2004 £
Turnover		113,001	12,000
Cost of sales		(85,280)	-
Gross profit		27,721	12,000
Administrative expenses		(10,986)	(7,632)
Operating profit	2	16,735	4,368
Other interest receivable and similar income	3	437	47
Interest payable and similar charges		(5,561)	(6,418)
Profit/(loss) on ordinary activities before taxation		11,611	(2,003)
Tax on profit/(loss) on ordinary activities		-	-
Profit/(loss) for the year	8	11,611	(2,003)

BRIXX TECHNOLOGIES LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2005

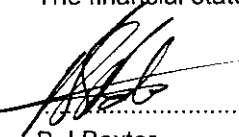
	Notes	2005 £	£	2004 £	£
Fixed assets					
Intangible assets	4		32,000		36,000
Current assets					
Debtors	5	132,146		137,654	
Cash at bank and in hand		10,030		5,392	
		<u>142,176</u>		<u>143,046</u>	
Creditors: amounts falling due within one year	6	<u>(161,786)</u>		<u>(178,267)</u>	
Net current liabilities			(19,610)		(35,221)
Total assets less current liabilities			<u>12,390</u>		<u>779</u>
Capital and reserves					
Called up share capital	7		1		1
Profit and loss account	8		12,389		778
Shareholders' funds			<u>12,390</u>		<u>779</u>

In preparing these financial statements:

- The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- The director acknowledges his responsibilities for:
 - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - 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 this Act relating to accounts, 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 Smaller Entities (effective January 2005).

The financial statements were approved by the Board on 27/10/06


B J Baxter
Director

BRIXX TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Patents

Patents are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

2	Operating profit	2005 £	2004 £
	Operating profit is stated after charging:		
	Amortisation of intangible assets	4,000	4,000

3	Investment income	2005 £	2004 £
	Bank interest	437	47

4	Intangible fixed assets	Patents £
	Cost	
	At 1 January 2005 & at 31 December 2005	40,000
	Amortisation	
	At 1 January 2005	4,000
	Charge for the year	4,000
	At 31 December 2005	8,000
	Net book value	
	At 31 December 2005	32,000
	At 31 December 2004	36,000

BRIXX TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

5 Debtors	2005 £	2004 £
Trade debtors	7,050	10,575
Other debtors	125,096	127,079
	<u>132,146</u>	<u>137,654</u>
6 Creditors: amounts falling due within one year	2005 £	2004 £
Trade creditors	21,209	-
Other creditors	140,577	178,267
	<u>161,786</u>	<u>178,267</u>
7 Share capital	2005 £	2004 £
Authorised 10,000 Ordinary shares of £1 each	10,000	10,000
Allotted, called up and fully paid 1 Ordinary shares of £1 each	1	1
8 Statement of movements on profit and loss account		Profit and loss account £
Balance at 1 January 2005		778
Profit for the year		<u>11,611</u>
Balance at 31 December 2005		<u>12,389</u>

BRIXX TECHNOLOGIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2005**

9 Related party transactions

During the year the company received £13,000 for licence fees (2004: £12,000) and £100,000 for royalties (2004: £nil) from Brixx Solutions Limited, a company in which Mr B J Baxter is also a director. At 31 December 2005 the company was owed £62,316 by Brixx Solutions Limited.

During 2003 the company was lent £100,000 by Henley Technology Limited, a company in which Mr B J Baxter is also a director. Interest has been charged at 2% over the Bank of England base rate. During the year the company repaid £40,000. As at the 31 December 2005 the company owed Henley Technology Limited £71,979.