

DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004

Company No. 3372065 (England and Wales)



DAVID WIDGER ASSOCIATES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2004

The directors present their report and the financial statements for the year ended 31 March 2004.

PRINCIPAL ACTIVITIES

The principal activity of the Company is the provision of information technology consultancy services.

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:-

	Number of Shares	
	2004	2003
Mrs S Widger	44	44
Mr E D Widger	11	11
	===	===

DIRECTORS' RESPONSIBILITIES

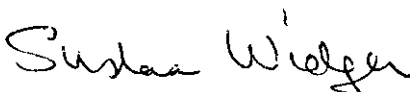
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- 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 the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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 was approved by the board on 20 October 2004 and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors,



MRS S WIDGER
SECRETARY

Registered Office:
42 Craigweil Avenue
Radlett
Herts WD7 7EY

ACCOUNTANTS' REPORT TO THE DIRECTORS OF
DAVID WIDGER ASSOCIATES LIMITED

In accordance with instructions given to us, we have prepared without carrying out an audit, the accounts on pages 2 to 7 from the accounting records of David Widger Associates Limited and from information and explanations given to us.

Hattersley & Co.
42 Craigweil Avenue
Radlett
Herts WD7 7EY

October 2004

DAVID WIDGER ASSOCIATES LIMITED
 PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED 31 MARCH 2004

	Notes	2004	2003
TURNOVER	1.2	£46,063	£23,630
Administrative expenses		21,455	13,037
		<hr/>	<hr/>
OPERATING PROFIT	2	24,608	10,593
Loss on disposal of fixed assets		159	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		24,449	10,593
Interest receivable		165	21
Interest payable		-	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		24,614	10,614
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	3,484	374
		<hr/>	<hr/>
PROFIT FOR THE YEAR		21,130	10,240
DIVIDENDS	4	18,750	8,250
		<hr/>	<hr/>
RETAINED PROFIT FOR THE YEAR		£ 2,380	£ 1,990
		=====	=====

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than those included in the profit and loss account.

The profit on ordinary activities before taxation and the retained profit have been calculated on the historical cost basis.

The notes on pages 4 to 6 form part of these financial statements.

DAVID WIDGER ASSOCIATES LIMITED
BALANCE SHEET
AS AT 31 MARCH 2004

	Notes	2004	2003
FIXED ASSETS			
Tangible Assets	5	£ 507	£ 876
CURRENT ASSETS			
Debtors	6	£11,242	£ 4,922
Cash at bank and in hand		23,826	11,807
		<hr/>	<hr/>
		35,068	16,729
CREDITORS: Amounts falling due within one year	7	26,198	10,559
		<hr/>	<hr/>
NET CURRENT ASSETS		8,870	6,170
		<hr/>	<hr/>
		9,377	7,046
Provision for liabilities and charges	8	35	84
		<hr/>	<hr/>
		£ 9,342	£ 6,962
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	9	£ 75	£ 75
Profit and loss account	10	9,267	6,887
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS	11	£ 9,342	£ 6,962
		=====	=====

For the year ended 31 March 2004, the company was entitled to exemption from audit under Section 249A(1) of the Companies Act 1985.

Members have not required the company to obtain an audit in accordance with Section 249B(2) of the Companies Act.

The directors acknowledge their responsibility for:-

- (i) ensuring that the company keeps accounting records which comply with Section 221; and
- (ii) 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 of the Companies Act 1985, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Approved by the board of directors on 20 October 2004 and signed on its behalf.


E D WIDGER
DIRECTOR

The notes on pages 4 to 6 form part of these financial statements.

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover comprises the invoiced value of services supplied by the company. All of the turnover arose in the United Kingdom.

1.3 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets less their estimated residual value, over their expected useful lives on the following basis:-

Office Equipment - 20% straight line basis.

1.4 Deferred Taxation

Provision is made for taxation deferred on the incremental liability approach in respect of all timing differences between the incidence of income and expenditure for taxation and accounts purposes that have originated but not reversed at the balance sheet date. Provision is made for future taxation on gains on revalued assets only where a binding commitment to dispose of the asset exists at the year end.

2. OPERATING PROFIT

	2004	2003
This is stated after charging:-		
Depreciation of tangible fixed assets		
- owned by the company	£ 396	£ 753
Directors' remuneration	10,320	6,020
	=====	=====

There are no directors for whom retirement benefits are accruing under a money purchase pension scheme.

3. TAXATION

	2004	2003
UK Current Year Taxation:		
UK Corporation Tax at 19%	£3,533	£ 290
Transfer (from) to deferred tax	(49)	84
	=====	=====
	3,484	374
Prior Years:		
UK Corporation Tax	-	-
	=====	=====
	£3,484	£ 374
	=====	=====

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004

4.	DIVIDENDS	2004	2003
	Proposed final £250 per share (2003 £110)	18,750	8,250
		=====	=====
5.	TANGIBLE FIXED ASSETS	Office Equipment	
	COST		
	At 1 April 2003		£ 3,763
	Additions		186
	Disposals		(265)
			=====
	At 31 March 2004		3,684
			=====
	DEPRECIATION		
	At 1 April 2003		£ 2,887
	Charge for the year		396
	Eliminated on disposal		(106)
			=====
	At 31 March 2004		3,177
			=====
	NET BOOK VALUES		
	At 31 March 2004		£ 507
			=====
	At 31 March 2003		£ 876
			=====
6.	DEBTORS	2004	2003
	Due Within One Year		
	Trade Debtors	£11,242	4,760
	Other Debtors	-	162
		=====	=====
		£11,242	£ 4,922
		=====	=====
7.	CREDITORS	2004	2003
	Amounts Falling due within one year		
	Corporation Tax	£ 3,533	£ 290
	Other taxation and social security	263	-
	Other creditors	956	992
	Accruals and deferred income	750	775
	Amount due to the directors	1,946	252
	Proposed dividends	18,750	8,250
		=====	=====
		£26,198	£10,559
		=====	=====
8	DEFERRED TAXATION	2004	2003
	The movement on the deferred taxation		
	Provision was as follows:		
	At 1 April 2003	£ 84	£ -
	Transfer to profit and loss account	(49)	84
		=====	=====
	At 31 March 2004	£ 35	£ 84
		=====	=====

The deferred taxation provision at 31 March 2004 comprises the full potential liability for accelerated capital allowances.

DAVID WIDGER ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004

9.	CALLED UP SHARE CAPITAL	2004	2003
	Authorised		
	1,000 ordinary shares of £1 each	£ 1,000	£ 1,000
		=====	=====
	Allotted		
	75 ordinary shares of £1 each fully paid	£ 75	£ 75
		=====	=====

10.	PROFIT AND LOSS ACCOUNT	2004	2003
	Balance at 1 April 2003	£ 6,887	£ 4,897
	Profit retained for the year	2,380	1,990
		-----	-----
	Balance at 31 March 2004	£ 9,267	£ 6,887
		=====	=====

11.	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS	2004	2003
	Profit for the year	£21,130	£10,240
	Dividends	18,750	8,250
		-----	-----
	Shareholders funds at 1 April 2003	2,380	1,990
		6,962	4,972
		-----	-----
	Shareholders funds at 31 March 2004	£ 9,342	6,962
		=====	=====

12. **RELATED PARTY TRANSACTIONS**

- (i) The company is under the control of Mr E D Widger and Mrs S Widger who together own 73% of the issued shares.
- (ii) The amount due to the directors as set out in Note 7 above is comprised as follows:-

	2004	2003
Mr E D Widger	£ 973	£ 126
Mrs S Widger	£ 973	126
	=====	=====

*
 * DAVID WIDGER ASSOCIATES LIMITED
 * PROFIT AND LOSS ACCOUNTS
 * FOR THE YEAR ENDED 31 MARCH 2004

	2004	2003
TURNOVER	£46,063	£23,630
Bank Interest Receivable	165	21
	<hr/>	<hr/>
	46,228	23,651

LESS : ADMINISTRATIVE EXPENSES

Directors Remuneration	£10,320	£ 6,020
Salaries and National Insurance	2,403	1,152
Postage and Stationery	212	168
Insurance	245	-
Telephone	80	75
Bank Charges	67	64
Motor and Travelling Expenses	6,207	3,590
Use of home as office	300	200
Accountancy	1,075	1,000
Sundry	150	15
Depreciation of equipment	396	753
Loss on disposal of fixed assets	159	-
	<hr/>	<hr/>
	21,614	13,037
	<hr/>	<hr/>
NET PROFIT	£24,614	£10,614
	=====	=====