

Datamine Software Limited

Company Registration No. 3142904 (England and Wales)

Directors' report and financial statements

For the year ended 30 June 2005



Milton Keynes, Sovereign Court, Witan Gate, Milton
Keynes, Buckinghamshire, MK9 2HP
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DATAMINE SOFTWARE LIMITED

COMPANY INFORMATION

Directors	W P C Stokes A D Lapworth (Appointed 20 June 2005) G F C de Tomi (Appointed 20 June 2005) N Beaton (Appointed 26 July 2005)
Secretary	M G S Stokes
Company number	3142904
Registered office	2 St Cuthbert Street Wells Somerset BA5 2AW
Auditors	Mazars LLP Sovereign Court Witan Gate Central Milton Keynes Buckinghamshire MK9 2HP

DATAMINE SOFTWARE LIMITED

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DATAMINE SOFTWARE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2005

The directors present their report and financial statements for the year ended 30 June 2005.

Principal activities

The principal activity of the company continued to be that of the innovative development and support of computer programs for use by the minerals industry worldwide.

Directors

The following directors have held office since 1 July 2004:

W P C Stokes	
A D Lapworth	(Appointed 20 June 2005)
G F C de Tomi	(Appointed 20 June 2005)
N Beaton	(Appointed 26 July 2005)

Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	30 June 2005	1 July 2004
W P C Stokes	-	-
A D Lapworth	-	-
G F C de Tomi	-	-

The interests of the directors in the immediate holding company are disclosed in that company's financial statements.

W P C Stokes and G F C de Tomi do not receive remuneration, but are paid through the ultimate parent company.

Auditors

Mazars LLP have indicated their intention to continue in office and a resolution to re-appoint Mazars LLP as auditors to the Company and to authorise the Directors to fix their remuneration will be proposed at the Annual General Meeting.

DATAMINE SOFTWARE LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2005

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;
- comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that 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 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



W P C Stokes

Director

26/4/06.....

Independent auditors' report to the members of Datamine Software Limited

We have audited the financial statements of Datamine Corporate Limited for the year ended 30 June 2005 which comprise state the primary financial statements such as the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement, and related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.


Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the company's affairs as at 30 June 2005 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.


Mazars LLP
Chartered Accountants
and Registered Auditors

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2 May 2006

Mazars LLP - Sovereign Court - Witan Gate - Milton Keynes - MK9 2HP
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Mazars LLP is the UK firm of Mazars, an international advisory and accountancy group, and is a limited liability partnership registered in England with registered number OC308299. A list of partners' names is available for inspection at the firm's registered office, 24 Bevis Marks, London EC3A 7NR. Mazars LLP is registered by The Institute of Chartered Accountants in England and Wales to carry out company audit work.



INVESTOR IN PEOPLE

DATAMINE SOFTWARE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2005

	Notes	2005 £	2004 £
Turnover	2	709,258	564,995
Cost of sales		(10,214)	(10,309)
Gross profit		699,044	554,686
Administrative expenses		(708,728)	(565,519)
Operating loss	3	(9,684)	(10,833)
Other interest receivable and similar income		-	95
Interest payable and similar charges		(1)	(1)
Loss on ordinary activities before taxation		(9,685)	(10,739)
Tax on loss on ordinary activities	4	(354)	(637)
Loss on ordinary activities after taxation	11	(10,039)	(11,376)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

DATAMINE SOFTWARE LIMITED

BALANCE SHEET AS AT 30 JUNE 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Tangible assets	5		18,855		14,472
Current assets					
Debtors	6	20,527		14,087	
Cash at bank and in hand		13,194		21,235	
		<u>33,721</u>		<u>35,322</u>	
Creditors: amounts falling due within one year	7	<u>(46,085)</u>		<u>(33,264)</u>	
Net current (liabilities)/assets			<u>(12,364)</u>		<u>2,058</u>
Total assets less current liabilities			<u>6,491</u>		<u>16,530</u>
			<u>6,491</u>		<u>16,530</u>
Capital and reserves					
Called up share capital	10		10,000		10,000
Profit and loss account	11		(3,509)		6,530
Shareholders' funds - equity interests	12		<u>6,491</u>		<u>16,530</u>

These financial statements have been 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 26/06/2006

W P C Stokes
W P C Stokes
Director

DATAMINE SOFTWARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover, which excludes value added tax, represents the invoiced value of goods and services supplied.

1.4 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 less estimated residual value of each asset over its expected useful life, as follows:

Computer equipment	over 3 years
Office equipment	over 5 years

The carrying value of tangible fixed assets are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

1.5 Pensions

The group operates a defined contribution staff pension scheme. Contributions into the scheme are charged to the profit and loss account when paid.

1.6 Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences at the rates of tax expected to apply when the timing differences reverse.

It is the policy of the company not to discount deferred tax.

1.7 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

In the year to 30 June 2005 4.73% (2004- 3.05%) of the company's turnover was to markets outside the United Kingdom.

DATAMINE SOFTWARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2005

3	Operating loss	2005	2004
		£	£
	Operating loss is stated after charging:		
	Depreciation of tangible assets	8,925	5,284
	Loss on foreign exchange transactions	-	478
	- Other assets	-	20,830
	Auditors' remuneration	2,000	2,000
	Directors' emoluments	1,987	-
	and after crediting:		
	Profit on foreign exchange transactions	(17)	-
		<u> </u>	<u> </u>
The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2004- 0).			
4	Taxation	2005	2004
		£	£
	Domestic current year tax		
	Adjustment for prior years	-	37
		<u> </u>	<u> </u>
	Current tax charge	-	37
	Deferred tax		
	Deferred tax charge/credit current year	354	600
		<u> </u>	<u> </u>
		354	637
		<u> </u>	<u> </u>
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(9,685)	(10,739)
		<u> </u>	<u> </u>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2004: 19.00%)	(1,840)	(2,040)
		<u> </u>	<u> </u>
	Effects of:		
	Non deductible expenses	51	2
	Depreciation add back	1,696	1,004
	Capital allowances	(2,050)	(1,604)
	Adjustments to previous periods	-	37
	Qualifying Research and Development expenditure	(8,574)	-
	Group relief surrender	10,701	2,657
	Other tax adjustments	16	(19)
		<u> </u>	<u> </u>
		1,840	2,077
		<u> </u>	<u> </u>
	Current tax charge	-	37
		<u> </u>	<u> </u>

DATAMINE SOFTWARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2005

5 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 July 2004	48,639
Additions	13,308
	<hr/>
At 30 June 2005	61,947
	<hr/>
Depreciation	
At 1 July 2004	34,167
Charge for the year	8,925
	<hr/>
At 30 June 2005	43,092
	<hr/>
Net book value	
At 30 June 2005	18,855
	<hr/>
At 30 June 2004	14,472
	<hr/>

6 Debtors

	2005	2004
	£	£
Trade debtors	8,193	390
Amounts owed by group undertakings and undertakings in which the company has a participating interest	1,123	3,772
Other debtors	11,114	9,474
Deferred tax asset (see note 8)	97	451
	<hr/>	<hr/>
	20,527	14,087
	<hr/>	<hr/>

7 Creditors: amounts falling due within one year

	2005	2004
	£	£
Trade creditors	9,907	5,904
Amounts owed to group undertakings and undertakings in which the company has a participating interest	19,229	7,369
Taxation and social security	15,601	12,465
Other creditors	1,348	7,526
	<hr/>	<hr/>
	46,085	33,264
	<hr/>	<hr/>

DATAMINE SOFTWARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2005

8 Provisions for liabilities and charges

The deferred tax asset (included in the debtors, note 6) is made up as follows:

	2005 £	
Balance at 1 July 2004	(451)	
Profit and loss account	354	
	<u>(97)</u>	
Balance at 30 June 2005		
	2005 £	2004 £
Accelerated capital allowances	<u>(97)</u>	<u>(451)</u>

9 Pension costs

Defined contribution

	2005 £	2004 £
Contributions payable by the company for the year	<u>43,731</u>	<u>33,595</u>

10 Share capital

	2005 £	2004 £
Authorised 10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid 10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

DATAMINE SOFTWARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2005

11 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 July 2004	6,530
Retained loss for the year	(10,039)
	<hr/>
Balance at 30 June 2005	(3,509)
	<hr/>

12 Reconciliation of movements in shareholders' funds

	2005 £	2004 £
Loss for the financial year	(10,039)	(11,376)
Opening shareholders' funds	16,530	27,906
	<hr/>	<hr/>
Closing shareholders' funds	6,491	16,530
	<hr/>	<hr/>

13 Control

At the year end the immediate controlling parent company was Backairn Limited which is effectively controlled by Datamine Corporate Limited (formerly Mineral Industries Computing Limited).

Dr W P C Stokes is the ultimate controlling party of Datamine Software Limited.

14 Related party transactions

Sales to other group companies in the period amounted to £688,995 (2004 - £566,286). In particular £626,643 (2004 - £531,418) were made to the ultimate parent company, Datamine Corporate Limited (formerly Mineral Industries Computing Limited). No sales were made to the immediate parent Backairn Limited in 2005 (2004 - £nil). Purchases and recharges from other group companies amounted to £2,315 (2004 - £5,207).

At the year end, the company was owed £1,123 (2004: £3,772) from other group companies and owed £19,318 (2004: £7,369) to other group companies, of which £19,229 (2004: £7,309) was owed to the ultimate parent company.

15 Post balance sheet events

On 21 November 2005 the entire share capital of 10,000 fully paid Ordinary shares of £1.00 each of the company was transferred from Backairn Limited to Datamine Corporate Limited (formerly Mineral Industries Computing Limited). This entity will remain the ultimate controlling party.