

UNAUDITED ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

FOR

NETWORK EUROPE GROUP LIMITED



**NETWORK EUROPE GROUP LIMITED**

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FOR THE YEAR ENDED 31 DECEMBER 2004**

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**NETWORK EUROPE GROUP LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2004**

<b>DIRECTORS:</b>	M Cade R Chapman D Rayment C Hughes
<b>SECRETARY:</b>	D Rayment
<b>REGISTERED OFFICE:</b>	Communications House Unit 14 Capricorn Centre Cranes Farm Road Basildon, Essex SS14 3JJ
<b>REGISTERED NUMBER:</b>	2708690
<b>ACCOUNTANTS:</b>	Ganes & Co 84 Albert Hall Mansions Prince Consort Road London SW7 2AQ
<b>SOLICITORS:</b>	Bevan Kidwell Baird House 15-17 St Cross Street London EC1N 8UW

**NETWORK EUROPE GROUP LIMITED**

**ABBREVIATED BALANCE SHEET  
31 DECEMBER 2004**

		31.12.04		31.12.03	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	2		61,306		76,680
Investments	3		120,675		120,675
			<u>181,981</u>		<u>197,355</u>
<b>CURRENT ASSETS:</b>					
Stocks		162,622		24,456	
Debtors		1,326,706		819,103	
Cash at bank and in hand		3,083		4,674	
		<u>1,492,411</u>		<u>848,233</u>	
<b>CREDITORS:</b> Amounts falling due within one year		<u>1,265,877</u>		<u>823,783</u>	
<b>NET CURRENT ASSETS:</b>			<u>226,534</u>		<u>24,450</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			408,515		221,805
<b>CREDITORS:</b> Amounts falling due after more than one year			<u>59,176</u>		<u>-</u>
			<u>£349,339</u>		<u>£221,805</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	4		25,000		25,000
Profit and loss account			<u>324,339</u>		<u>196,805</u>
<b>SHAREHOLDERS' FUNDS:</b>			<u>£349,339</u>		<u>£221,805</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial 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 notes form part of these abbreviated accounts

**NETWORK EUROPE GROUP LIMITED**

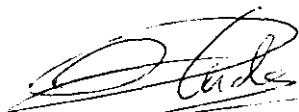
**ABBREVIATED BALANCE SHEET  
31 DECEMBER 2004**

These abbreviated accounts 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 June 2002).

**ON BEHALF OF THE BOARD:**



D Rayment - Director



M Cade - Director

Approved by the Board on 28 April 2005

The notes form part of these abbreviated accounts

# NETWORK EUROPE GROUP LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

### 1. ACCOUNTING POLICIES

#### Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

#### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold property	- 20% on reducing balance
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

#### Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

#### Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

#### Non consolidation

The financial statements contain information about the company and do not contain consolidated financial information as the parent of a group. The company is exempt under section 248 of the Companies Act 1985 from the requirement to prepare group accounts as the group it heads qualifies as a small group.

**NETWORK EUROPE GROUP LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2004**

**2. TANGIBLE FIXED ASSETS**

	Total
	£
<b>COST:</b>	
At 1 January 2004	247,761
Additions	5,777
Disposals	(139,501)
At 31 December 2004	114,037
<b>DEPRECIATION:</b>	
At 1 January 2004	171,081
Charge for year	21,151
Eliminated on disposals	(139,501)
At 31 December 2004	52,731
<b>NET BOOK VALUE:</b>	
At 31 December 2004	61,306
At 31 December 2003	76,680

**3. FIXED ASSET INVESTMENTS**

	£
<b>COST:</b>	
At 1 January 2004 and 31 December 2004	120,675
<b>NET BOOK VALUE:</b>	
At 31 December 2004	120,675
At 31 December 2003	120,675

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

**NEG Engineering Limited (Formerly: Ension Technologies Limited)**

Nature of business: Telecommunications

	%
Class of shares:	holding
Ordinary	100.00

	31.12.04	31.12.03
	£	£
Aggregate capital and reserves	71,581	69,670
Profit for the year	1,911	251

# **NETWORK EUROPE GROUP LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004**

### **4. CALLED UP SHARE CAPITAL**

Authorised:

Number:	Class:	Nominal value:	31.12.04	31.12.03
		£1	£	£
50,000	Ordinary		50,000	50,000
			<u>          </u>	<u>          </u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.04	31.12.03
		£1	£	£
25,000	Ordinary		25,000	25,000
			<u>          </u>	<u>          </u>

### **5. ULTIMATE PARENT COMPANY**

The ultimate parent company is NEG MBO Limited, a company registered in England and Wales.