

Unaudited Abbreviated Accounts
for the Period 1 January 2005 to 31 August 2005
for
Arkonia Systems Limited



Arkonia Systems Limited

**Contents of the Abbreviated Accounts
for the Period 1 January 2005 to 31 August 2005**

	Page
Company Information	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Accounts	4

Arkonia Systems Limited

Company Information
for the Period 1 January 2005 to 31 August 2005

DIRECTORS: L Robinson
Mrs C M Robinson

SECRETARY: Mrs C M Robinson

REGISTERED OFFICE: Signal House
35 Woolmer Way
BORDON
HAMPSHIRE
GU35 9QE

REGISTERED NUMBER: 2327794 (England and Wales)

ACCOUNTANTS: Hughes Spencer
Latchmore House
Cowplain Waterlooville
Hampshire PO8 8XJ

Arkonia Systems Limited

Abbreviated Balance Sheet 31 August 2005

		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	2		264,852		286,117
Tangible assets	3		565,002		882,710
			<u>829,854</u>		<u>1,168,827</u>
CURRENT ASSETS:					
Stocks		334,453		355,246	
Debtors		320,214		465,018	
Cash at bank and in hand		242,557		690,661	
			<u>897,224</u>		<u>1,510,925</u>
CREDITORS: Amounts falling due within one year	4	554,808		939,581	
NET CURRENT ASSETS:			<u>342,416</u>		<u>571,344</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>1,172,270</u>		<u>1,740,171</u>
CREDITORS: Amounts falling due after more than one year	4		-		(1,735)
PROVISIONS FOR LIABILITIES:			<u>(21,102)</u>		<u>(36,161)</u>
			<u>£1,151,168</u>		<u>£1,702,275</u>
CAPITAL AND RESERVES:					
Called up share capital	5		1,059,861		1,059,861
Revaluation reserve			33,062		36,754
Profit and loss account			58,245		605,660
SHAREHOLDERS' FUNDS:			<u>£1,151,168</u>		<u>£1,702,275</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ended 31 August 2005.

The members have not required the company to obtain an audit of its financial statements for the period ended 31 August 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- 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.

Arkonia Systems Limited

**Abbreviated Balance Sheet
31 August 2005**

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 January 2005).

ON BEHALF OF THE BOARD:


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Mrs C M Robinson - Director

Approved by the Board on 27-6-06

The notes form part of these abbreviated accounts

Arkonia Systems Limited

Notes to the Abbreviated Accounts for the Period 1 January 2005 to 31 August 2005

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 January 2005).

Turnover

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

Goodwill

Goodwill is being written off evenly over its estimated useful life of ten years from its acquisition date.

Research & development

Expenditure on research and development is written off in the year it is incurred, except that development expenditure incurred on an individual project is carried forward as permitted by SSAP 13 when its future recoverability can reasonably be regarded as assured. The expenditure carried forward is treated as an intangible fixed asset and amortised over the estimated economic life of each project so as to match the expenditure with the anticipated sales from the related project.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Long leasehold property	- Straight line over 50 years
Leasehold property	- at varying rates on cost
Improvements to long leasehold property	- Straight line over 50 years
Plant & equipment	- 15% on reducing balance
Office furniture & equipment	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- Straight line over 3 years

Stocks

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

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

Leases

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Operating lease rentals are charged to the profit and loss account in accordance with the payments made in respect of the individual lease agreements.

Pensions

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

Arkonia Systems Limited

Notes to the Abbreviated Accounts for the Period 1 January 2005 to 31 August 2005

2. INTANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2005	624,765
Additions	62,768
	<hr/>
At 31 August 2005	687,533
	<hr/>
AMORTISATION:	
At 1 January 2005	338,649
Charge for period	84,032
	<hr/>
At 31 August 2005	422,681
	<hr/>
NET BOOK VALUE:	
At 31 August 2005	264,852
	<hr/>
At 31 December 2004	286,117
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3. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2005	1,492,877
Additions	45,207
Disposals	(353,046)
	<hr/>
At 31 August 2005	1,185,038
	<hr/>
DEPRECIATION:	
At 1 January 2005	610,167
Charge for period	49,779
Eliminated on disposals	(39,910)
	<hr/>
At 31 August 2005	620,036
	<hr/>
NET BOOK VALUE:	
At 31 August 2005	565,002
	<hr/>
At 31 December 2004	882,710
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4. CREDITORS

The following secured debts are included within creditors:

	2005	2004
	£	£
Bank overdrafts	150,000	249,821
Mortgage within 1 year	-	167,233
	<hr/>	<hr/>
	150,000	417,054
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Arkonia Systems Limited

Notes to the Abbreviated Accounts for the Period 1 January 2005 to 31 August 2005

5. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	2005 £	2004 £
9,988,000	Ordinary	£1	9,988,000	9,988,000
12,000	'A' Ordinary	£1	12,000	12,000
			<u>10,000,000</u>	<u>10,000,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2005 £	2004 £
1,047,861	Ordinary	£1	1,047,861	1,047,861
12,000	'A' Ordinary	£1	12,000	12,000
			<u>1,059,861</u>	<u>1,059,861</u>

6. ULTIMATE PARENT COMPANY

Arkonia Holdings Limited acquired 100% of the issued share capital of the company on 3 June 2003.