



**Inprojex International (UK) Limited**

Report and Unaudited Financial Statements

Year Ended

31 March 2005



# **Inprojex International (UK) Limited**

## **Annual report and financial statements for the year ended 31 March 2005**

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### **Contents**

#### **Page:**

1	Report of the directors
2	Accountants' report
3	Profit and loss account
4	Balance sheet
5	Notes forming part of the financial statements

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### **Directors**

Mrs M. Rime  
Mr G. Rime  
Mr B. A. Abbou

### **Secretary and registered office**

C H Registrars Limited, 35 Old Queen Street, London SW1H 9JD

### **Company number**

1200465

### **Accountants**

BDO Stoy Hayward LLP, Emerald House, East Street, Epsom Surrey, KT17 1HS

# **Inprojex International (UK) Limited**

## **Report of the directors for the year ended 31 March 2005**

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The directors present their report together with the financial statements for the year ended 31 March 2005.

### **Results**

The profit and loss account is set out on page 3 and shows the loss for the year.

### **Principal activities**

During the year the company continued trading as exporters and importers and as U.K. agents for the parent company.

The directors consider the results for the year to be satisfactory. There have been no events since the balance sheet date which materially affect the position of the company.

### **Directors**

The directors of the company during the year were:

Mrs M. Rime  
Mr G. Rime  
Mr B. A. Abbou

No director had any interest in the share capital of the company.

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**

Mr B. A. Abbou



**Director**

Date: 13 January 2006

**To the directors of Inprojex International (UK) Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 March 2005, set out on pages 3 to 10, and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

BDO Stoy Hayward LLP

**BDO STOY HAYWARD LLP**

*Chartered Accountants*

Epsom

Date: 16 January 2006

**Inprojex International (UK) Limited****Profit and loss account for the year ended 31 March 2005**

	Note	2005 £	2004 £
<b>Turnover</b>	2	890,127	2,340,762
Cost of sales		557,170	1,984,423
		<hr/>	<hr/>
<b>Gross profit</b>		332,957	356,339
Distribution costs		67,649	85,742
Administrative expenses		411,856	450,539
		<hr/>	<hr/>
		(146,548)	(179,942)
Other operating income		20,000	20,000
		<hr/>	<hr/>
<b>Operating loss</b>	3	(126,548)	(159,942)
Income from other fixed asset investments		1,007	1,057
Other interest receivable and similar income	6	10,530	12,037
Interest payable and similar charges	7	(417)	(67)
		<hr/>	<hr/>
<b>Loss on ordinary activities before taxation</b>		(115,428)	(146,915)
Taxation on loss on ordinary activities	8	80,032	-
		<hr/>	<hr/>
<b>Loss on ordinary activities after taxation</b>		(35,396)	(146,915)
		<hr/>	<hr/>

All amounts relate to continuing activities.

All recognised gains and losses in the current and prior year are included in the profit and loss account.

The notes on pages 5 to 10 form part of these financial statements.

# Inprojex International (UK) Limited

## Balance sheet at 31 March 2005

	Note	2005 £	2005 £	2004 £	2004 £
<b>Fixed assets</b>					
Tangible assets	9		6,443		10,630
Fixed asset investments	10		14,581		14,731
			<u>21,024</u>		<u>25,361</u>
<b>Current assets</b>					
Debtors	11	372,849		1,623,818	
Cash at bank and in hand		1,004,892		348,424	
		<u>1,377,741</u>		<u>1,972,242</u>	
<b>Creditors: amounts falling due within one year</b>	12	1,095,744		1,659,186	
		<u></u>		<u></u>	
<b>Net current assets</b>			<u>281,997</u>		<u>313,056</u>
<b>Total assets less current liabilities</b>			<u>303,021</u>		<u>338,417</u>
<b>Capital and reserves</b>					
Called up share capital	13		50,000		50,000
Profit and loss account	14		253,021		288,417
			<u></u>		<u></u>
<b>Equity shareholders' funds</b>	15		<u>303,021</u>		<u>338,417</u>

The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under 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 31 March 2005 and of its loss for the year then ended 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.

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 13 January 2006.



Mr B. A. Abbou  
Director

The notes on pages 5 to 10 form part of these financial statements.

## **1 Accounting policies**

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards..

The following principal accounting policies have been applied:

### *Cash flow statement*

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 'Cash Flow Statements (Revised 1996)' not to prepare a cash flow statement on the grounds that it is a 'small' company under the Companies Act 1985.

### *Turnover*

Turnover represents sales to external customers at invoiced amounts less value added tax on sales.

### *Depreciation*

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets evenly over their expected useful lives. It is calculated at the following rates:

Short leasehold property	- over length of the lease
Fixtures, fittings and equipment	- 10% per annum
Computer equipment	- 25% per annum

### *Valuation of investments*

Investments held as fixed assets are stated at cost less any provision for impairment.

### *Stocks*

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

### *Foreign currency*

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet dates. Any differences are taken to the profit and loss account.

### *Deferred taxation*

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

**1 Accounting policies (continued)***Leased assets*

Rentals paid under "operating leases" are charged to the profit and loss account on a straight-line basis over the term of the lease.

*Impairment of fixed assets and goodwill*

The need for any fixed asset impairment write-down is assessed by comparison of the carrying value of the asset against the higher of realisable value and value in use.

**2 Turnover**

Turnover is wholly attributable to the principal activity of the company and derived from sales in:

	2005 £	2004 £
Africa	708,093	685,080
Europe	155,099	112,126
Rest of world	26,935	1,543,556
	<u>890,127</u>	<u>2,340,762</u>

**3 Operating loss**

	2005 £	2004 £
This is arrived at after charging/(crediting):		
Depreciation of tangible fixed assets	4,187	6,083
Hire of other assets - operating leases	16,335	16,335
Non-audit services	13,511	13,800
Exchange differences	(4,332)	21,057
	<u>          </u>	<u>          </u>

**4 Directors' remuneration**

	2005 £	2004 £
Aggregate emoluments, pension contributions and amounts receivable under long term incentive schemes	98,850	102,904
	<u>          </u>	<u>          </u>

**8 Taxation on loss on ordinary activities (*continued*)**

*Factors that may affect future tax charges*

A deferred tax asset of £80,032 has been recognised on trading losses carried forward that are expected to be utilised against future trading profits. The total unprovided amount is £38,214 (2004 - £91,969) which is made up of Accelerated capital allowances of £3,872 (2004: £4,656), trading losses carried forward of £23,498 (2004: £76,441) and capital losses carried forward of £10,843 (2004: £10,872).

**9 Tangible fixed assets**

	Land and buildings £	Plant and machinery etc £	Total £
<i>Cost</i>			
At 1 April 2004 and 31 March 2005	5,999	113,666	119,665
<i>Depreciation</i>			
At 1 April 2004	5,999	103,036	109,035
Provided for the year	-	4,187	4,187
At 31 March 2005	5,999	107,223	113,222
<i>Net book value</i>			
At 31 March 2005	-	6,443	6,443
At 31 March 2004	-	10,630	10,630

**10 Fixed asset investments**

	Other investments £
<i>Cost or valuation</i>	
At 1 April 2004	14,731
Disposals	(150)
At 31 March 2005	14,581
	2005 £
Listed investments:	
Market value	18,581
	2004 £
	15,580

# Inprojex International (UK) Limited

Notes forming part of the financial statements for the year ended 31 March 2005 (*Continued*)

## 5 Income from other fixed asset investments

2005	2004
£	£

Income from other investments	1,007	1,057
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## 6 Other interest receivable and similar income

2005	2004
£	£

Bank deposits	10,530	12,037
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## 7 Interest payable and similar charges

2005	2004
£	£

Bank loans and overdrafts	417	67
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## 8 Taxation on loss on ordinary activities

2005	2004
£	£

*Deferred tax*

Origination and reversal of timing differences	(80,032)	-
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The tax assessed for the period is higher than the standard rate of corporation tax in the UK. The differences are explained below:

2005	2004
£	£

Loss on ordinary activities before tax	(115,428)	(146,915)
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Loss on ordinary activities at the standard rate of corporation tax in the UK of 19% (2004 - 30%)

(21,931)	(44,075)
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Effect of:

Expenses not deductible for tax purposes

162	173
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Capital allowances for period in excess of depreciation

(784)	1,825
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Relief of losses

22,744	42,393
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Tax free income

(191)	(316)
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Current tax charge for period

-	-
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**8 Taxation on loss on ordinary activities (*continued*)**
*Factors that may affect future tax charges*

A deferred tax asset of £80,032 has been recognised on trading losses carried forward that are expected to be utilised against future trading profits. The total unprovided amount is £38,214 (2004 - £91,969) which is made up of Accelerated capital allowances of £3,872 (2004: £4,656), trading losses carried forward of £23,498 (2004: £76,441) and capital losses carried forward of £10,843 (2004: £10,872). At present, it is not envisaged that any tax will become payable in the foreseeable future.

**9 Tangible fixed assets**

	Land and buildings £	Plant and machinery etc £	Total £
<i>Cost</i>			
At 1 April 2004 and 31 March 2005	5,999	113,666	119,665
<i>Depreciation</i>			
At 1 April 2004	5,999	103,036	109,035
Provided for the year	-	4,187	4,187
At 31 March 2005	5,999	107,223	113,222
<i>Net book value</i>			
At 31 March 2005	-	6,443	6,443
At 31 March 2004	-	10,630	10,630

**10 Fixed asset investments**

	Other investments £
<i>Cost or valuation</i>	
At 1 April 2004	14,731
Disposals	(150)
	<hr/>
At 31 March 2005	14,581
	<hr/>
	2005 £
	2004 £
Listed investments:	
Market value	18,581
	15,580

**11 Debtors**

	2005 £	2004 £
Trade debtors	171,246	1,593,578
Other debtors	201,603	30,240
	<u>372,849</u>	<u>1,623,818</u>

All amounts shown under debtors fall due for payment within one year. Included within the balance of other debtors is an amount of £80,032 in respect of a deferred tax asset.

**12 Creditors: amounts falling due within one year**

	2005 £	2004 £
Trade creditors	858,601	1,235,955
Amounts owed to group undertakings	8,255	16,643
Other creditors	154,888	304,443
Accruals and deferred income	74,000	102,145
	<u>1,095,744</u>	<u>1,659,186</u>

**13 Share capital**

	2005 £	Authorised 2004 £	Allotted, called up and fully paid 2005 £	2004 £
<i>Equity share capital</i>				
50,000 Ordinary shares of £1 each	50,000	50,000	50,000	50,000
	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>

**14 Reserves**

	Profit and loss account £
At 1 April 2004	288,417
Loss for the year	(35,396)
	<u>253,021</u>
At 31 March 2005	<u>253,021</u>

**15 Reconciliation of movements in shareholder's funds**

	2005 £	2004 £
Loss for the year	(35,396)	(146,915)
Opening shareholder's funds	338,417	485,332
	<hr/>	<hr/>
Closing shareholder's funds	303,021	338,417
	<hr/>	<hr/>

**16 Commitments under operating leases**

The company had annual commitments under non-cancellable operating leases as set out below:

	2005 <b>Land and buildings</b> £	2004 <b>Land and buildings</b> £
Operating leases which expire:		
Within one year	16,896	-
In two to five years	-	16,896
	<hr/>	<hr/>

**17 Related party disclosures***Related party transactions and balances*

The company owed the parent undertaking £8,255 at 31 March 2005 (2004: £16,643). The company received a fee of £20,000 from the parent company for management services during the year.

Mr G.Rime and Mrs M Rime, directors of the company, are also directors of Inprojex - Establishment - Industrial Projects and Export Promotion, the parent undertaking.

**18 Ultimate parent company and parent undertaking of larger group**

At 31 March 2005 the ultimate parent company is Inprojex - Establishment - Industrial Projects and Export Promotion, which is incorporated in Liechtenstein.