

Company Registration No. 2012244 (England and Wales)

LOGICLINE LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004

HLB **AV**audit



LOGICLINE LIMITED

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LOGICLINE LIMITED

INDEPENDENT AUDITORS' REPORT TO LOGICLINE LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 3 to 5, together with the financial statements of the company for the year ended 31 December 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

Other information

On we reported, as auditors of Logicline Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 2004, and our audit report included the following paragraph:

LOGICLINE LIMITED

INDEPENDENT AUDITORS' REPORT TO LOGICLINE LIMITED (CONTINUED) UNDER SECTION 247B OF THE COMPANIES ACT 1985

Going concern

As explained in Note 1, the financial statements have been prepared on a going concern basis, the validity of which depends upon the continued and additional support of the parent company, Logicline Group Limited which is itself dependent on support from its ultimate controlling party. We have received written assurances that this support will continue in the foreseeable future. Should this support be withdrawn, adjustments would have to be made to reduce the balance sheet values of assets to their recoverable amounts, and to provide for further liabilities that might arise, and to reclassify fixed assets and long term liabilities as current assets and liabilities.

In view of the above, we consider that it should be drawn to your attention but our opinion is not qualified in this respect.

HLB AV Audit plc

HLB AV Audit plc

30 Nov 2005
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Registered Auditor

66 Wigmore Street
London
W1U 2SB

LOGICLINE LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2004

	Notes	2004 £	£	2003 £	£
Fixed assets					
Intangible assets	2		-		57,411
Current assets					
Debtors		-		375,556	
Cash at bank and in hand		-		80,000	
				<u>455,556</u>	
Creditors: amounts falling due within one year	3	<u>(72,180)</u>		<u>(229,345)</u>	
Net current (liabilities)/assets			<u>(72,180)</u>		<u>226,211</u>
Total assets less current liabilities			<u>(72,180)</u>		<u>283,622</u>
Creditors: amounts falling due after more than one year			<u>(2,485,226)</u>		<u>(3,006,244)</u>
			<u>(2,557,406)</u>		<u>(2,722,622)</u>
Capital and reserves					
Called up share capital	4		15,000		15,000
Profit and loss account			<u>(2,572,406)</u>		<u>(2,737,622)</u>
Shareholders' funds			<u>(2,557,406)</u>		<u>(2,722,622)</u>

These abbreviated accounts 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 23/9/05



M Bennett
Director

LOGICLINE LIMITED

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

1 Accounting policies

1.1 Accounting convention

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

The company's ultimate controlling party, Professor Langmann, has agreed to provide sufficient funds to enable the company to continue operating and to meet its liabilities as they fall due. On this basis, the directors consider it appropriate to prepare the financial statements on a going concern basis.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Licences

Licences are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.5 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:

Land and buildings Leasehold	Straight line 20%
Fixtures, fittings & equipment	Straight line 20% - 33%

2 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
At 1 January 2004	1,289,882	710,386	2,000,268
Disposals	(1,289,882)	(710,386)	(2,000,268)
At 31 December 2004	-	-	-
Depreciation			
At 1 January 2004	1,232,471	710,386	1,942,857
On disposals	(1,240,471)	(710,386)	(1,950,857)
Charge for the year	8,000	-	8,000
At 31 December 2004	-	-	-
Net book value			
At 31 December 2004	-	-	-
At 31 December 2003	57,411	-	57,411

LOGICLINE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

3 Creditors: amounts falling due within one year

There is a mortgage debenture in favour of National Westminster Bank PLC secured against all freehold and leasehold properties and/or the proceeds of sale thereof, fixed and floating charges over undertaking and all property and assets present and future including goodwill, book debts and the benefits of licences.

There is a charge in favour of National Westminster Bank PLC secured over a sum of £80,000 together with interest accrued, held in a specified account with them, taken in support of a guarantee given to Barclays Life Assurance Company Limited for £94,000.

4 Share capital	2004 £	2003 £
Authorised		
50,000 Ordinary shares of £1 each	50,000	50,000
Allotted, called up and fully paid		
15,000 Ordinary shares of £1 each	15,000	15,000

5 Ultimate parent company

The immediate parent company is Logicline Group Limited, a company incorporated in England and Wales and the ultimate parent company is Impaq Business Solutions Limited (formerly Impaq Information Management (UK) Limited), a company incorporated in England and Wales.