

INPACT INTERNATIONAL LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002



INPACT INTERNATIONAL LIMITED

COMPANY INFORMATION

Directors

- ✓ W A J Van den Reek - CHAIRMAN
- ✓ S J Noakes
- ✓ S A Whittaker
- ✓ H Wanke
- ✓ G Peracin
- ✓ E Sandberg
- ✓ Dr H Brunsmann (Appointed 1 January 2002)
- ✓ J M Sanchez
- ✓ M Bouattour (Appointed 1 January 2002)
- ✓ R Cornu (Appointed 1 January 2002)

Secretary

M R Haines

Company number

2353018

Registered office

Audrey House
16/20 Ely Place
London
EC1N 6SN

Auditors

Tom Carolan & Co
370 A Green Lanes
London
N13 5PE

INPACT INTERNATIONAL LIMITED

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INPACT INTERNATIONAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2002

The directors present their report and financial statements for the year ended 30 June 2002.

Principal activities

The principal activity of the company during the year was the provision of conferences, administration and other services to the members of the International Network of Professional Accountants.

Directors

The following directors have held office since 1 July 2001:

W A J Van den Reek - CHAIRMAN

S J Noakes

S A Whittaker

L Ginet

(Resigned 1 January 2002)

Dr W Fritsch

(Resigned 1 January 2002)

H Wanke

G Peracin

E Sandberg

Dr H Brunsmann

(Appointed 1 January 2002)

J M Sanchez

M Bouattour

(Appointed 1 January 2002)

R Cornu

(Appointed 1 January 2002)

Directors' interests

There are no directors' interests requiring disclosure under the Companies Act 1985.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Tom Carolan & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

INPACT INTERNATIONAL LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2002

Directors' responsibilities

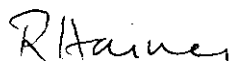
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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.

By order of the board



M R Haines

Secretary

IMPACT INTERNATIONAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF IMPACT INTERNATIONAL LIMITED

We have audited the financial statements of Impact International Limited on pages 4 to 8 for the year ended 30 June 2002. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards 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 of the state of the company's affairs as at 30 June 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Tom Carolan & Co

Chartered Accountants

Registered Auditor

370 A Green Lanes
London
N13 5PE

26-09-2002

INPACT INTERNATIONAL LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2002

	Notes	2002 £	2001 £
Turnover	2	144,707	136,841
Administrative expenses		(143,172)	(148,105)
Operating profit/(loss)	3	1,535	(11,264)
Other interest receivable and similar income		68	439
Interest payable and similar charges		-	(6)
Profit/(loss) on ordinary activities before taxation		1,603	(10,831)
Tax on profit/(loss) on ordinary activities	4	(7)	(49)
Profit/(loss) on ordinary activities after taxation	9	1,596	(10,880)

INPACT INTERNATIONAL LIMITED

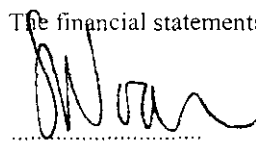
BALANCE SHEET AS AT 30 JUNE 2002

	Notes	2002 £	£	2001 £	£
Fixed assets					
Tangible assets	5		1,093		1,993
Current assets					
Debtors	6	68,507		89,130	
Cash at bank and in hand		51,854		26,592	
		<u>120,361</u>		<u>115,722</u>	
Creditors: amounts falling due within one year	7	<u>(119,438)</u>		<u>(117,295)</u>	
Net current assets/(liabilities)			923		(1,573)
Total assets less current liabilities			<u>2,016</u>		<u>420</u>
Capital and reserves					
Called up share capital	8		106		106
Profit and loss account	9		1,910		314
Shareholders' funds			<u>2,016</u>		<u>420</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 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on

23rd September 2002



S J Noakes
Director

INPACT INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

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).

1.2 Turnover

Turnover represents fees receivable, excluding value added tax.

1.3 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:

Plant and machinery	25% straight line
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1.4 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 2002 79.00% (2001- 68.00%) of the company's turnover was to markets outside the United Kingdom.

3	Operating profit/(loss)	2002	2001
		£	£
	Operating profit/(loss) is stated after charging:		
	Depreciation of tangible assets	900	1,768
	Auditors' remuneration	600	600
	Directors' emoluments	25,608	26,000
		<u>26,508</u>	<u>28,368</u>
4	Taxation	2002	2001
		£	£
	Domestic current year tax		
	U.K. corporation tax	7	44
	Adjustment for prior years	-	5
		<u>7</u>	<u>49</u>
	Current tax charge	<u>7</u>	<u>49</u>

INPACT INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2002

5 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 July 2001 & at 30 June 2002	7,813
Depreciation	
At 1 July 2001	5,820
Charge for the year	900
At 30 June 2002	6,720
Net book value	
At 30 June 2002	1,093
At 30 June 2001	1,993

6 Debtors

	2002 £	2001 £
Trade debtors	62,192	81,200
Other debtors	6,315	7,930
	68,507	89,130

7 Creditors: amounts falling due within one year

	2002 £	2001 £
Trade creditors	3,379	897
Taxation and social security	7	44
Other creditors	116,052	116,354
	119,438	117,295

IMPACT INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2002

8	Share capital	2002 £	2001 £
	Authorised		
	98 A Ordinary Shares of £1 each	98	98
	900 B Ordinary Shares of £1 each	900	900
	2 C Ordinary Shares of £1 each	2	2
		<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	42 A Ordinary Shares of £1 each	42	42
	62 B Ordinary Shares of £1 each	62	62
	2 C Ordinary Shares of £1 each	2	2
		<u>106</u>	<u>106</u>

9 Statement of movements on profit and loss account

Profit and loss account £

Balance at 1 July 2001	314
Retained profit for the year	1,596
	<u>1,910</u>
Balance at 30 June 2002	

10 Transactions with directors

During the year £22,500 (2001 - £22,500) was payable to a firm of which S J Noakes is a partner, in respect of administration and other services.