

Registered no. 2353018

IMPACT INTERNATIONAL LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005



INPACT INTERNATIONAL LIMITED

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INPACT INTERNATIONAL LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS:

Dr H Brunsmann
Ms S A Whittaker
G Peracin (resigned 01/01/2005)
J M Sanchez-Alborch
Y Y Chehabi
M Bouattour
S Hammerton (resigned 01/06/2005)
R Cornu
M Tognola
L S K Fiedler
A Bragaglia (appointed 01/01/2005)

SECRETARY:

M R Haines

REGISTERED OFFICE:

3rd Floor, Audrey House
16/20 Ely Place
London
EC1N 6SN

REGISTERED NUMBER:

2353018

AUDITORS:

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

ACCOUNTANTS:

Vantis
82 St John Street
London
EC1M 4JN

BANKERS:

HSBC
31 Holborn
Holborn Circus
London
EC1N 2HR

INPACT INTERNATIONAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2005

The directors present their report and the financial statements of the company for the year ended 30 June 2005.

Principal Activity

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

Directors

The present directors are as shown on page 1. Apart from A Bragaglia who was appointed on 1st January 2005 all served on the board throughout the year. In addition, G Peracin and S Hammerton were directors until their retirement on the 1st January 2005 and 1st June 2005

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.

Auditors

The auditors, Tom Carolan & Co, have indicated their willingness to accept re-appointment under Section 385(2) of the Companies Act 1985.

The directors' 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



Dr H Brunsmann - Director

Date: 7/10/2005

INPACT INTERNATIONAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF INPACT INTERNATIONAL LIMITED

We have audited the financial statements of Inpact International Limited for the year ended 30 June 2005 which comprise the Profit and Loss Account, the Balance Sheet and the related notes 1 to 9. 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.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the directors' report, the company's directors are responsible for the preparation of 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 misstatement within it.

Basis of 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.

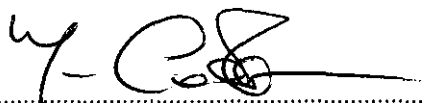
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

INPACT INTERNATIONAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF INPACT INTERNATIONAL LIMITED (CONT)

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 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



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Tom Carolan & Co
Chartered Accountants and Registered Auditors
370a Green Lanes
London
N13 5PE

Date: 20/10/2005

INPACT INTERNATIONAL LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2005

	Notes	2005 €	2004 €
TURNOVER	2	276,390	262,445
Administrative expenses		(259,353)	(239,769)
OPERATING PROFIT	3	17,037	22,676
Other interest receivable and similar income		2,060	1,032
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		19,097	23,708
Tax on profit on ordinary activities	4	-	-
RETAINED PROFIT FOR THE FINANCIAL YEAR		19,097	23,708
Retained profit brought forward		37,477	13,769
RETAINED PROFIT CARRIED FORWARD		56,574	37,477

The annexed notes form part of these financial statements.

INPACT INTERNATIONAL LIMITED

BALANCE SHEET AT 30 JUNE 2005

	Note	2005 €	2004 €
FIXED ASSETS			
Tangible assets	5	4,635	4,263
CURRENT ASSETS			
Debtors	6	221,328	113,570
Cash at bank and in hand		120,658	148,680
		<u>341,986</u>	<u>262,250</u>
CREDITORS			
Amounts falling due within one year	7	<u>(289,872)</u>	<u>(228,862)</u>
NET CURRENT ASSETS		52,114	33,388
NET ASSETS		<u>56,749</u>	<u>37,651</u>
CAPITAL AND RESERVES			
Called up share capital	8	175	174
Profit and loss account		56,574	37,477
SHAREHOLDERS' FUNDS		<u>56,749</u>	<u>37,651</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the board on 7/10/05

On behalf of the board



Dr H Brunsmann - Director

The annexed notes form part of these accounts.

INPACT INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2005

1. ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

Basis of Preparation of Financial Statements

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).

Depreciation

Depreciation has been computed to write off the cost or valuation of tangible fixed assets over their expected useful lives using the following rates:

Computer and office equipment	- 25% straight line
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Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more (or a right to pay less or to receive more) tax, *except that deferred tax assets are recognised only to the extent that the Directors consider that it is more likely than not that there will be suitable taxable profits from which future reversal of the underlying timing differences can be deducted.*

Deferred tax is measured on an undiscounted basis at tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign Exchange

Transactions denominated in foreign currencies are translated into Euro and recorded at the rate of exchange ruling at the date of the transaction.

Balances at the year end denominated in a foreign currency are translated into Euro at the rate of exchange ruling at the balance sheet date.

2. TURNOVER

The company's turnover represents the value, excluding Value Added Tax, of goods and services supplied to customers during the year.

INPACT INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2005 (CONT)

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2005 €	2004 €
Directors' emoluments	49,346	47,769
Depreciation of owned assets	1,421	1,704
Auditors' remuneration	900	1,122
Foreign currency exchange gain	2,922	(2,913)
	<u> </u>	<u> </u>

4. TAXATION

There is no tax charge for the year.

5. TANGIBLE FIXED ASSETS

	Computer and office equipment €
Cost	
At 1 July 2004	17,647
Additions	1,793
	<u> </u>
At 30 June 2005	19,440
	<u> </u>
Depreciation	
At 1 July 2004	13,384
Charge for the year	1,421
	<u> </u>
At 30 June 2005	14,805
	<u> </u>
Net book value	
At 30 June 2005	4,635
	<u> </u>
At 30 June 2004	4,263
	<u> </u>

INPACT INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2005 (CONT)

6. DEBTORS

	2005 €	2004 €
Trade debtors	206,996	108,856
Amount owed by undertakings in which company has an interest	468	280
Other debtors	13,864	4,434
	<u>221,328</u>	<u>113,570</u>

7. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	2005 €	2004 €
Trade creditors	17,780	8,625
Corporation tax payable	10	10
Social security and other taxes	6,910	5,632
Other creditors	265,172	214,595
	<u>289,872</u>	<u>228,862</u>

IMPACT INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2005 (CONT)

8. SHARE CAPITAL

	2005 €	2004 €
Authorised		
98 A ordinary shares of 1.44 Euro each	141	141
900 B ordinary shares of 1.44 Euro each	1,296	1,296
2 C ordinary shares of 1.44 Euro each	3	3
	<u>1,440</u>	<u>1,440</u>
Allotted, called up and fully paid		
53 A ordinary shares of 1.44 Euro each	77	75
68 B ordinary shares of 1.44 Euro each	98	98
1 C ordinary shares of 1.44 Euro each	1	1
	<u>176</u>	<u>174</u>

The shares are equivalent to £1 each.

During the year 1 A ordinary share was issued at par.

9. CONTROLLING PARTY

As in the previous year, the company is controlled by the members, by virtue of their shareholdings.