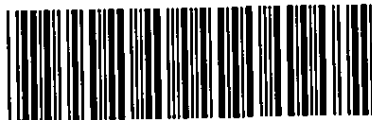


BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31 MARCH 2007

THURSDAY



A41 *AVUUNSR* 219
30/08/2007
COMPANIES HOUSE

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

CONTENTS	PAGE
Officers and professional advisers	1
The directors' report	2
Independent auditor's report to the company	4
Abbreviated profit and loss account	5
Reconciliation of movements in members' funds	6
Abbreviated balance sheet	7
Cash flow statement	8
Notes to the abbreviated accounts	10

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

Mr J P Bevan
Mr G Bray
Mr G D Evans
Cllr M R Harvey
Mr S D Hudd
Mr D R H James
Mr D W C Morgan (Chairman)
Mr J P Sheppard
Mr W D Snowdon
Mr K Thomas
Mr R G Thomas
Mrs J Griffiths
Mr T Mansell
Cllr D R Bevan
Cllr M D Stephens
Cllr R D L Burns
Dr C Grace
Mr P S Kerkin
Mr R James

Company secretary

Eversecretary Ltd

Registered office

Enterprise Centre
Bryn Road
Tondur
Bridgend
CF32 9BS

Auditor

Clay Shaw Thomas Limited
Chartered Accountants
& Registered Auditors
Ty Atebion
Bocam Park
Bridgend
CF35 5LJ

Bankers

National Westminster Bank Plc
28 Adare Street
Bridgend
CF31 1EN

Solicitors

Geldards LLP
1 Dumfries House
Dumfries Place
Cardiff

Eversheds LLP
1 Callaghan Square
Cardiff
CF10 5BT

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2007

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2007

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The company is an approved enterprise agency. Its principal objectives are to stimulate and promote the creation of new enterprises in the Bridgend, Rhondda Cynon Taff, Cardiff and the Vale of Glamorgan Local Authority areas and to provide assistance, whether financial or otherwise, to help new and existing SME's expand within these areas

FUTURE DEVELOPMENTS

This anticipated loss was due in the large part to the impact of a substantial late and unexpected reduction in the contract for General Support for Business - Pre and Post Start - notified to the company in March 2006

As a consequence the company agreed an Action Recovery Plan November 2006 the essential elements of which were implemented during the December 2006 to February 2007 period

The company is now in a position to return to a profitable position during the financial year 2007/08

RESULTS

The loss for the year amounted to £191,770. The directors have not recommended a dividend

DIRECTORS

The directors who served the company during the year were as follows

Mr J P Bevan
Mr G Bray
Mr G D Evans
Cllr M R Harvey
Mr S D Hudd
Mr D R H James
Mr D W C Morgan (Chairman)
Mr J P Sheppard
Mr W D Snowdon
Mr K Thomas
Mr R G Thomas
Mrs J Griffiths
Mr T Mansell
Cllr D R Bevan
Cllr M D Stephens
Cllr R D L Burns
Dr C Grace
Mr P S Kerkin
Mr R James

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2007

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 these 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 that disclose with reasonable accuracy at any time the financial position of the company and 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.

In so far as the directors are aware

there is no relevant audit information of which the company's auditor is unaware, and

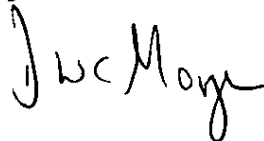
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

A resolution to re-appoint Clay Shaw Thomas Limited as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office
Enterprise Centre
Bryn Road
Tondur
Bridgend
CF32 9BS

Signed on behalf of the directors



D W C Morgan
Chairman

Approved by the directors on

31st July 2007

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO BUSINESS IN FOCUS
LIMITED**

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Reconciliation of Members' Funds, Balance Sheet, Cash Flow Statement and the related notes, together with the financial statements of Business In Focus Limited for the year ended 31 March 2007 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 work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A 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 Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

BASIS OF OPINION

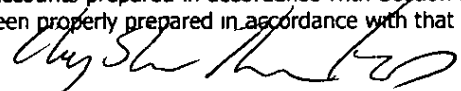
We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

Ty Atebion
Bocam Park
Bridgend
CF35 5LJ

31/3/2007


CLAY SHAW THOMAS LIMITED
Chartered Accountants
& Registered Auditors

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

ABBREVIATED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2007

	Note	2007 £	2006 £
GROSS PROFIT		3,231,360	4,029,197
Administrative expenses		(3,332,654)	(3,765,339)
OPERATING (LOSS)/PROFIT	2	(101,294)	263,858
Interest receivable		15	258
Interest payable and similar charges	5	(151,060)	(121,151)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(252,339)	142,965
Tax on (loss)/profit on ordinary activities	6	60,569	(18,964)
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(191,770)	124,001

All of the activities of the company are classed as continuing

The notes on pages 10 to 16 form part of these abbreviated accounts.

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS

YEAR ENDED 31 MARCH 2007

	2007	2006
	£	£
(Loss)/Profit for the financial year	(191,770)	124,001
Opening members' funds	<u>4,994,432</u>	<u>4,870,431</u>
Closing members' funds	<u>4,802,662</u>	<u>4,994,432</u>

The notes on pages 10 to 16 form part of these abbreviated accounts.

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

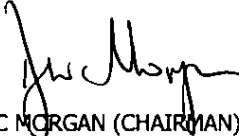
ABBREVIATED BALANCE SHEET

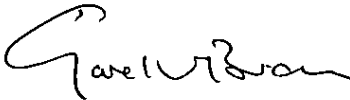
31 MARCH 2007

	Note	2007 £	£	2006 £	£
FIXED ASSETS					
Tangible assets	7		8,560,720		8,611,070
Investments	8		<u>1</u>		<u>1</u>
			8,560,721		8,611,071
CURRENT ASSETS					
Debtors	9	742,417		990,644	
Cash at bank and in hand		<u>17,982</u>		<u>24,502</u>	
		760,399		1,015,146	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	11	<u>945,533</u>		<u>950,029</u>	
NET CURRENT (LIABILITIES)/ASSETS			(185,134)		65,117
TOTAL ASSETS LESS CURRENT LIABILITIES			8,375,587		8,676,188
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	12		<u>1,246,650</u>		<u>1,351,110</u>
			7,128,937		7,325,078
PROVISIONS FOR LIABILITIES					
Deferred taxation	10		—		4,371
Deferred income	13		<u>2,326,275</u>		<u>2,326,275</u>
			<u>4,802,662</u>		<u>4,994,432</u>
RESERVES	15				
Revaluation reserve	16		3,890,642		3,890,642
Profit and loss account	16		<u>912,020</u>		<u>1,103,790</u>
MEMBERS' FUNDS			<u>4,802,662</u>		<u>4,994,432</u>

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985

These abbreviated accounts were approved by the directors and authorised for issue on 31 July 2007, and are signed on their behalf by


D W C MORGAN (CHAIRMAN)


G BRAY (DIRECTOR)

The notes on pages 10 to 16 form part of these abbreviated accounts.

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2007

	Note	2007 £	£	2006 £	£
NET CASH INFLOW FROM OPERATING ACTIVITIES			322,164		32,122
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE					
Interest received		15		258	
Interest paid		<u>(151,060)</u>		<u>(121,151)</u>	
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			(151,045)		(120,893)
TAXATION			(36,104)		(29,935)
CAPITAL EXPENDITURE					
Payments to acquire tangible fixed assets		<u>(25,305)</u>		<u>(101,451)</u>	
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE			(25,305)		(101,451)
FINANCING					
Repayment of bank loans		<u>(78,477)</u>		<u>(191,726)</u>	
NET CASH OUTFLOW FROM FINANCING			(78,477)		(191,726)
INCREASE/(DECREASE) IN CASH			<u>31,233</u>		<u>(411,883)</u>
RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES					
		2007 £		2006 £	
Operating (loss)/profit		(101,294)		263,858	
Depreciation		75,655		87,517	
Decrease in stocks		-		7,721	
Decrease/(increase) in debtors		312,224		(433,705)	
Increase in creditors		35,579		106,731	
Net cash inflow from operating activities		<u>322,164</u>		<u>32,122</u>	
RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT					
		2007 £	£	2006 £	£
Increase/(decrease) in cash in the period		31,233		(411,883)	
Net cash outflow from bank loans		<u>78,477</u>		<u>191,726</u>	
			109,710		(220,157)
Change in net debt			109,710		(220,157)
Net debt at 1 April 2006			(1,767,603)		(1,547,446)
Net debt at 31 March 2007			<u>(1,657,893)</u>		<u>(1,767,603)</u>

The notes on pages 10 to 16 form part of these abbreviated accounts.

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 31 MARCH 2007

ANALYSIS OF CHANGES IN NET DEBT

	At 1 Apr 2006 £	Cash flows £	At 31 Mar 2007 £
Net cash			
Cash in hand and at bank	24,502	(6,520)	17,982
Overdrafts	(276,094)	37,753	(238,341)
	<u>(251,592)</u>	<u>31,233</u>	<u>(220,359)</u>
Debt			
Debt due within 1 year	(164,901)	(25,983)	(190,884)
Debt due after 1 year	(1,351,110)	104,460	(1,246,650)
	<u>(1,516,011)</u>	<u>78,477</u>	<u>(1,437,534)</u>
Net debt	<u>(1,767,603)</u>	<u>109,710</u>	<u>(1,657,893)</u>

The notes on pages 10 to 16 form part of these abbreviated accounts.

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Plant & Machinery	-	33 1/3% per annum	
Fixtures & Fittings	-	33 1/3% per annum	
Building refurbishment and enhancement	-	10% per annum	

Investment properties

In accordance with Statement of Standard Accounting Practice No 19, the company's properties are held for long-term investment and are valued annually by the Board and every five years valued externally by a professional valuer. The surplus on revaluation of such properties are transferred to the investment property revaluation reserve, and deficits are written off to the profit and loss account

The policy represents a departure from statutory accounting principles, which require depreciation to be provided on all fixed assets. The directors consider this policy is necessary in order that the accounts may give a true and fair view because current values and changes in current values are of prime importance rather than the calculation of systematic annual depreciation. Depreciation is only one of the many factors reflected in the valuation and the amount which might otherwise have been shown cannot be separately identified or quantified

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Pension costs

The company operates a defined contribution pension scheme for an employee. The contributions payable for the year are charged to the Profit and Loss Account

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

1. ACCOUNTING POLICIES *(continued)*

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 will result in an obligation to pay more, or a right to pay less or to receive more tax

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

Deferred tax assets are recognised by the company to the extent that they are regarded as recoverable. The assets are regarded as recoverable to the extent, that the company forecast future profits from which the reversal can take place

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit

Capitalisation of interest

Interest on capital borrowed directly attributable to finance the construction of properties is capitalised and included within the cost or valuation in the Balance Sheet. Interest is no longer capitalised when the properties are physically completed and available for rent

Deferred income

Government grants relating to capital expenditure are held as deferred income in the balance sheet and are released to the profit and loss account when the related assets are sold

Government grants of a revenue nature are credited to the profit and loss account in the same period as the related expenditure

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging

	2007	2006
	£	£
Depreciation of owned fixed assets	75,655	87,517
Auditor's remuneration		
- as auditor	7,600	5,800
Operating lease costs		
Other	<u>28,631</u>	<u>47,811</u>

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

3. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to

	2007	2006
	No	No
Number of administrative staff	27	39
Number of management staff	6	7
Number of other staff - manual	6	6
Number of other staff - Advisors	39	36
	<u>78</u>	<u>88</u>

The aggregate payroll costs of the above were

	2007	2006
	£	£
Wages and salaries	1,843,234	1,978,764
Social security costs	180,433	193,634
Other pension costs	54,907	58,859
Other pension costs	5,148	5,023
	<u>2,083,722</u>	<u>2,236,280</u>

4. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were

	2007	2006
	£	£
Aggregate emoluments	65,603	64,658
Value of company pension contributions to money purchase schemes	5,148	5,023
	<u>70,751</u>	<u>69,681</u>

The number of directors who accrued benefits under company pension schemes was as follows

	2007	2006
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

With the exception of the Executive Director, no board members receive any remuneration

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2007	2006
	£	£
Interest on other loans	<u>151,060</u>	<u>121,151</u>

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

6. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2007		2006	
	£	£	£	£
Current tax:				
UK Corporation tax based on the results for the year		-		28,305
Over/under provision in prior year		-		(1)
Total current tax		-		28,304
Deferred tax:				
Origination and reversal of timing differences (note 10)				
Capital allowances	(13,158)		(9,340)	
Losses	(47,411)		-	
Total deferred tax (note 10)		(60,569)		(9,340)
Tax on (loss)/profit on ordinary activities		(60,569)		18,964

(b) Factors affecting current tax charge

The tax assessed on the (loss)/profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 19% (2006 - 19%)

	2007	2006
	£	£
(Loss)/profit on ordinary activities before taxation	(252,339)	142,965
Taxation of accounting profits	(47,944)	27,163
Depreciation	14,375	16,627
Disallowable expenses	2,535	302
Capital allowances	(19,072)	(15,789)
Under provision in previous year	-	1
Losses carried forward	47,411	-
Losses group relieved	2,695	-
Total current tax (note 6(a))	-	28,304

BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

7. TANGIBLE FIXED ASSETS

	Freehold Property £	Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Equipment £	Total £
COST OR VALUATION						
At 1 Apr 2006	4,369,900	4,039,280	148,418	465,444	122,065	9,145,107
Additions	—	—	—	25,305	—	25,305
At 31 Mar 2007	4,369,900	4,039,280	148,418	490,749	122,065	9,170,412
DEPRECIATION						
At 1 Apr 2006	—	—	119,954	383,834	30,249	534,037
Charge for the year	—	—	17,593	45,855	12,207	75,655
At 31 Mar 2007	—	—	137,547	429,689	42,456	609,692
NET BOOK VALUE						
At 31 Mar 2007	4,369,900	4,039,280	10,871	61,060	79,609	8,560,720
At 31 Mar 2006	4,369,900	4,039,280	28,464	81,610	91,816	8,611,070

The company's investment properties were valued at a market value of £8,400,000 on 22 June 2005 by Messrs DTZ Debenham Tie Lueng, Chartered Surveyors

The historical cost of the investment properties at the year end were £5,110,907 (2006 £5,110,187), included in the net book value of the investment properties is capitalised interest costs of £108,029 (2006 £108,029) A potential tax liability of £1,167,193 will become due if the properties are sold at their market value, as noted above

8. INVESTMENTS

Investments in group companies

	£
COST	
At 1 April 2006 and 31 March 2007	1
NET BOOK VALUE	
At 31 March 2007	1
At 31 March 2006	1

See note 18 for investment details

9. DEBTORS

	2007 £	2006 £
Trade debtors	444,183	502,053
Amounts owed by group undertakings	6,682	6,237
Corporation tax repayable	7,799	—
Other debtors	218,373	477,224
Prepayments and accrued income	9,182	5,130
Deferred taxation (note 10)	56,198	—
	742,417	990,644

'Other debtors' include £199,402 (2006 £462,037) due in respect of European Regional Development fund grants

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

10. DEFERRED TAXATION

The deferred tax included in the Balance sheet is as follows

	2007	2006
	£	£
Included in debtors (note 9)	56,198	-
Included in provisions	-	(4,371)
	<u>56,198</u>	<u>(4,371)</u>

The movement in the deferred taxation account during the year was

	2007	2006
	£	£
Balance brought forward	(4,371)	(13,711)
Profit and loss account movement arising during the year	60,569	9,340
Balance carried forward	<u>56,198</u>	<u>(4,371)</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of

	2007	2006
	£	£
Excess of taxation allowances over depreciation on fixed assets	8,787	(4,371)
Tax losses available	<u>47,411</u>	<u>-</u>
	<u>56,198</u>	<u>(4,371)</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007	2006
	£	£
Bank loans and overdrafts	429,225	440,995
Trade creditors	192,830	120,073
Other creditors including taxation and social security	-	28,305
Corporation tax	44,736	58,028
PAYE and social security	109,451	136,829
VAT	82,282	74,497
Other creditors	<u>858,524</u>	<u>858,727</u>
Accruals and deferred income	<u>87,009</u>	<u>91,302</u>
	<u>945,533</u>	<u>950,029</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2007	2006
	£	£
Bank loans and overdrafts	<u>429,225</u>	<u>440,995</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2007	2006
	£	£
Bank loans and overdrafts	<u>1,246,650</u>	<u>1,351,110</u>

**BUSINESS IN FOCUS LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2007

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR (*continued*)

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2007 £	2006 £
Bank loans and overdrafts	<u>1,246,650</u>	<u>1,351,110</u>

The bank overdraft and loans are secured by a first legal mortgage over the company's properties and by an unscheduled mortgage debenture

13. DEFERRED INCOME

	2007 £	2006 £
Received and receivable:		
At 1 April 2006	<u>2,326,275</u>	<u>2,326,275</u>
At 31 March 2007	<u>2,326,275</u>	<u>2,326,275</u>
Amortisation:		
At 31 March 2007	<u>-</u>	<u>-</u>
Net balance at 31 March 2007	<u>2,326,275</u>	<u>2,326,275</u>

In the seven years following receipt, there is a potential liability to repay a proportion of the government grants held as deferred income in the event that the asset to which the grant relates is sold. As at 31st March 2007, this potential liability amounted to £254,300 (2006 £254,300) with £2,071,975 (2006 £2,071,975) held as deferred income, where no such contingent obligation exists

14. RELATED PARTY TRANSACTIONS

During the year, the company charged services of £10,000 (2006 £Nil) to its subsidiary undertaking, Cardiff and Vale Enterprise International Limited. At the year end, the balance due to Business In Focus Limited was £6,682 (2006 £6,237), see note 10

15. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and therefore has no issued share capital

16. RESERVES

	Revaluation reserve £	Profit and loss account £
Balance brought forward	3,890,642	1,103,790
Loss for the year	<u>-</u>	<u>(191,770)</u>
Balance carried forward	<u>3,890,642</u>	<u>912,020</u>