
TECHNOSTART LIMITED

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

For the year ended 30 April 2007



TECHNOSTART LIMITED

COMPANY INFORMATION

DIRECTORS

M D Waymark
M C Bye
A T Clarkin

SECRETARY

M D Waymark

COMPANY NUMBER

2593481

REGISTERED OFFICE

479 Lea Bridge Road
Leyton
London
E10 7EB

ACCOUNTANTS

Haslers
Chartered Accountants & Registered Auditors
Old Station Road
Loughton
Essex
IG10 4PL

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TECHNOSTART LIMITED

DIRECTORS' REPORT
For the year ended 30 April 2007

The directors present their report and the financial statements for the year ended 30 April 2007

PRINCIPAL ACTIVITIES

The principal activity of the company under review continued to be that of a distributor of automotive bearings

DIRECTORS

The directors who served during the year were

M D Waymark
M C Bye
A T Clarkin

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

This report was approved by the board on *24 September 2007* and signed on its behalf



M D Waymark
Director

TECHNOSTART LIMITED

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF TECHNOSTART LIMITED**

In accordance with the engagement letter dated 22 November 2005, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss account, the Balance sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 30 April 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

**HASLERS**

Chartered Accountants

Old Station Road
Loughton
Essex
IG10 4PL

25 September 2007

TECHNOSTART LIMITED
PROFIT AND LOSS ACCOUNT
For the year ended 30 April 2007

	Note	2007 £	2006 £
TURNOVER	1,2	1,910,998	1,466,600
Cost of sales		(1,372,653)	(954,671)
GROSS PROFIT		538,345	511,929
Administrative expenses		(361,174)	(399,469)
OPERATING PROFIT	3	177,171	112,460
Interest receivable		874	864
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		178,045	113,324
Tax on profit on ordinary activities	5	(39,766)	(23,177)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	10	138,279	90,147

The notes on pages 5 to 9 form part of these financial statements

TECHNOSTART LIMITED

BALANCE SHEET
As at 30 April 2007

	Note	£	2007 £	£	2006 £
FIXED ASSETS					
Tangible fixed assets	6		120,511		102,711
CURRENT ASSETS					
Stocks		202,353		161,574	
Debtors	7	351,064		396,734	
Cash at bank and in hand		125,024		26,882	
		<u>678,441</u>		<u>585,190</u>	
CREDITORS: amounts falling due within one year	8	<u>(712,621)</u>		<u>(598,098)</u>	
NET CURRENT LIABILITIES			<u>(34,180)</u>		<u>(12,908)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>86,331</u>		<u>89,803</u>
CAPITAL AND RESERVES					
Called up share capital	9		1,332		1,332
Profit and loss account	10		84,999		88,471
SHAREHOLDERS' FUNDS			<u>86,331</u>		<u>89,803</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 April 2007 and of its profit for the year then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

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 January 2005).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 24 September 2007



M D Waymark
Director

The notes on pages 5 to 9 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 April 2007

1. ACCOUNTING POLICIES**1.1 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 January 2005)

1.2 CASH FLOW

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company

1.3 TURNOVER

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

1.4 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Plant & Machinery	-	25%	reducing balance
Motor Vehicles	-	25%	reducing balance
Fixtures & Fittings	-	25%	reducing balance

1.5 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks

1.6 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

1.7 PENSIONS

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

TECHNOSTART LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 April 2007
2. TURNOVER

30.3% of the company's turnover (2006 - 18.0%) is attributable to geographical markets outside the United Kingdom

3. OPERATING PROFIT

The operating profit is stated after charging

	2007 £	2006 £
Depreciation of tangible fixed assets - owned by the company	10,838	4,900
Pension costs	18,179	16,818
	<u>29,017</u>	<u>21,718</u>

4. DIRECTORS' REMUNERATION

	2007 £	2006 £
Aggregate emoluments	72,000	71,400
	<u>72,000</u>	<u>71,400</u>

During the year retirement benefits were accruing to 1 director (2006 - 1) in respect of money purchase pension schemes. Directors' pension contribution amounted to £12,000 (2006 - £11,400), included within the aggregate emoluments figures.

5. TAXATION

	2007 £	2006 £
ANALYSIS OF TAX CHARGE IN THE YEAR		
UK corporation tax charge on profits for the year	39,500	23,200
Adjustments in respect of prior periods	266	(23)
TOTAL CURRENT TAX	<u>39,766</u>	<u>23,177</u>
TAX ON PROFIT ON ORDINARY ACTIVITIES	<u>39,766</u>	<u>23,177</u>

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK of 21.25% (2006 - 19%).

There were no factors that may affect future tax charges.

TECHNOSTART LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 April 2007
6 TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery £	Motor vehicles £	Furniture, fittings and equipment £	Total £
COST					
At 1 May 2006	88,000	38,247	26,393	19,448	172,088
Additions	-	820	31,853	-	32,673
Disposals	-	-	(12,750)	-	(12,750)
At 30 April 2007	88,000	39,067	45,496	19,448	192,011
DEPRECIATION					
At 1 May 2006	-	37,055	17,698	14,624	69,377
Charge for the year	-	503	9,129	1,206	10,838
On disposals	-	-	(8,715)	-	(8,715)
At 30 April 2007	-	37,558	18,112	15,830	71,500
NET BOOK VALUE					
At 30 April 2007	88,000	1,509	27,384	3,618	120,511
At 30 April 2006	88,000	1,192	8,695	4,824	102,711

7. DEBTORS

	2007 £	2006 £
Trade debtors	347,389	311,596
Other debtors	3,675	85,138
	<u>351,064</u>	<u>396,734</u>

**8 CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2007 £	2006 £
Trade creditors	111,762	35,508
Amounts owed to group undertakings	-	352,925
Corporation tax	39,500	23,200
Social security and other taxes	11,141	5,830
Other creditors	550,218	180,635
	<u>712,621</u>	<u>598,098</u>

TECHNOSTART LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 April 2007
9. SHARE CAPITAL

	2007 £	2006 £
AUTHORISED		
9,000 Ordinary shares of £1 each	9,000	9,000
1,000 "A" Ordinary shares of £1 each	1,000	1,000
	<u>10,000</u>	<u>10,000</u>
ALLOTTED, CALLED UP AND FULLY PAID		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
ALLOTTED, CALLED UP AND PARTLY PAID		
332 "A" Ordinary shares of £1 each	<u>332</u>	<u>332</u>

10. RESERVES

	Profit and loss account £
At 1 May 2006	88,471
Profit retained for the year	138,279
Dividends Equity capital	(141,751)
At 30 April 2007	<u>84,999</u>

11. DIVIDENDS

	2007 £	2006 £
Dividends paid on equity capital	<u>141,751</u>	<u>78,975</u>

12. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £12,000 (2006 - £11,400).

TECHNOSTART LIMITED

NOTES TO THE FINANCIAL STATEMENTS For the year ended 30 April 2007

13 RELATED PARTY TRANSACTIONS

During the year the company traded with Namelock Limited, a company in which M C Bye and A T Clarkin are both directors and shareholders, and with Clarkins Car Accessories Limited and Arrow Auto Parts Limited in both of which A T Clarkin is a director and shareholder. Details of these transactions and the amount due to/from those companies at the end of the year are as follows:

	Clarkins Car Accessories Limited £	Namelock Limited £	Arrow Auto Parts Limited £
Sales	21,395	128	3,628
Purchases	2,968	5	-
Management charge	-	60,000	-
Amount due from	-	150	-
Amount due to	-	60,000	-

M D Waymark was owed £241,817 at 30 April 2007 (2006: £176,319). M C Bye was owed £123,250 (2006: Nil) and A T Clarkin was owed £123,251 (2006: Nil).

14. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company was wholly controlled by its parent company, MBAC Holdings Limited, a company registered in England and Wales, up to the 23rd of June 2006 when it was dissolved. From that date MBAC Holdings Limited transferred its shareholding to M C Bye and A T Clarkin and there is now no overall controlling party.