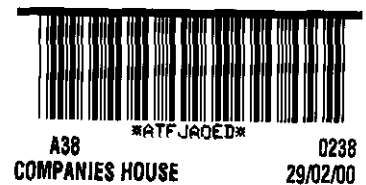


2626519

DAWNGEN LIMITED  
COMPANY No. 2626519  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
YEAR ENDING 31 MAY 1999



DAWINGEN LIMITED

DIRECTORS AND ADVISERS

Date of incorporation:	4 July 1991
Company number:	2626519
Directors:	Maureen Denise McPhillips David Alan McPhillips
Company secretary:	Maureen Denise McPhillips
Registered office:	138 Crescent Drive North Brighton East Sussex BN2 6SF
Bankers:	Allied Trust Bank Plc Cannon Bridge 25 Dowgate Hill London EC4R 2AT

DAWNGEN LIMITED

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FOR THE YEAR ENDED ENDED YEAR ENDING 31 MAY 1999

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8	Detailed Trading and Profit and Loss Account

**DAWNGEN LIMITED**

**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED YEAR ENDING 31 MAY 1999**

The directors have pleasure in presenting their report and financial statements for the year ended 31 May 1999.

**Principal activities and business review**

The company's principal activity during the year was the provision of management consultancy services.

**Directors and their interests**

The directors who served the company throughout the year together with their interests (including family interests) in the share of the company at the beginning and end of the year, were as follows:

	Ordinary shares of £1 each	
	31 May 1999	31 May 1998
Maureen Denise McPhillips	1	1
David Alan McPhillips	1	1

**Small company rules**

Advantage has been taken in the preparation of this report of the special exemptions applicable to small companies.

**By Order of the Board**



**Maureen Denise McPhillips**  
**Secretary**

138 Crescent Drive North  
Brighton  
East Sussex  
BN2 6SF

1 March 2000

DAWNGEN LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED YEAR ENDING 31 MAY 1999

	<u>Notes</u>	<u>1999</u> <u>£</u>	<u>1998</u> <u>£</u>
TURNOVER	2	93,036	82,740
COST OF SALES		(9,655)	(10,963)
GROSS PROFIT		83,381	71,777
Administrative expenses		(48,645)	(31,862)
OPERATING PROFIT	3/4	34,736	39,915
Interest receivable		447	276
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		35,183	40,191
Tax on ordinary activities	6	(7,517)	(8,331)
PROFIT FOR THE YEAR		27,666	31,860
Dividends	7	(28,000)	(31,500)
RETAINED (LOSS)/PROFIT FOR THE YEAR		(334)	360
Retained (deficit) brought forward		837	477
RETAINED PROFIT CARRIED FORWARD		£ 503	£ 837

The profit on ordinary activities before interest arises entirely from continuous operations.

There are no recognised gains and losses in the year other than the profit for the year.

**DAWNGEN LIMITED**

**BALANCE SHEET**  
**AS AT YEAR ENDING 31 MAY 1999**

	<u>Notes</u>	<u>1999</u>		<u>1998</u>	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	8		2,227		3,584
<b>CURRENT ASSETS</b>					
Debtors	10	7,063		9,165	
Cash at bank and in hand		4,093		(2,825)	
		<u>11,156</u>		<u>6,340</u>	
<b>CREDITORS</b> - amounts falling due within one year	11	(12,878)		(9,085)	
<b>NET CURRENT (LIABILITIES)</b>			(1,722)		(2,745)
<b>NET ASSETS</b>			£ 505		£ 839

Financed by:

**CAPITAL AND RESERVES**

Called up share capital	2	2
Profit and loss account	503	837
	<u>£ 505</u>	<u>£ 839</u>

The directors confirm that:

- (a) for the year in question the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985.
- (b) no notice has been deposited under section 249B(2) in relation to its accounts for the financial year, and
- (c) they acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with section 221, and
  - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

In preparing these financial statements we have taken advantage of the special exemptions applicable to small companies conferred by sections 246 and 247 of the Companies Act 1985 on the grounds that the company is entitled to those exemptions as a small company.

Approved by the Board on 31 January 2000

Maureen Denise McPhillips

David Alan McPhillips

)  
) Directors  
)

DAWNGEN LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED YEAR ENDING 31 MAY 1999

**1. ACCOUNTING POLICIES**

**1.1 Accounting conventions**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

**1.2 Turnover**

This represents the invoiced value of goods sold and services provided, net of value added tax.

**1.3 Depreciation of tangible assets**

Provision is made for depreciation on all tangible assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:

Plant and machinery: 25.00 % per annum on reducing balance

**1.4 Deferred taxation**

Deferred taxation is accounted for under the liability method in respect of the taxation effects of all timing differences which are expected to reverse in the future, calculated at the rate at which it is estimated that tax will be payable.

**2. TURNOVER**

Turnover is attributable to the one principal activity of the company which arose wholly in the United Kingdom.

DAWNGEN LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED YEAR ENDING 31 MAY 1999

**3. NET OPERATING EXPENSES AND COMPARATIVE DETAILS**

	<u>1999</u> £	<u>1998</u> £
Turnover	93,036	82,740
Cost of Sales	9,655	10,963
Administrative expenses	<u>48,645</u>	<u>31,862</u>
Operating profit	<u>34,736</u>	<u>39,915</u>

The total net figure of operating expenses relates entirely to continuous operations. There were no acquisitions or operations that were discontinued in the year.

**4 INTEREST RECEIVABLE**

	<u>1999</u> £	<u>1998</u> £
Bank interest	£ 447	£ 276

**5 DIRECTORS EMOLUMENTS**

	<u>1999</u> £	<u>1998</u> £
Fees and salaries	37,488	12,768
Pension contributions	589	11,400
	<u>£ 38,077</u>	<u>£24,168</u>

**6. TAXATION**

	<u>1999</u> £	<u>1998</u> £
<b>6.1</b> The tax charge on the profit on ordinary activities for the year was as follows:		
U.K corporation tax at 21% (1998: 21%)	6,311	6,939
20% (1999: 21%)	<u>1,206</u>	<u>1,392</u>



**DANNGEN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED ENDED YEAR ENDING 31 MAY 1999**

**7. DIVIDENDS**

	<u>1999</u> <u>£</u>	<u>1998</u> <u>£</u>
Paid	£ 28,000	£31,500

**8. TANGIBLE FIXED ASSETS**

	<u>Plant and equipment</u> <u>£</u>
Cost:	
At 1 June 1998	6,600
Additions	284
At 31 May 1999	6,884
Depreciation:	
At 1 June 1998	3,016
Charge for year	1,641
At 31 May 1999	4,657
Net book value at 31 May 1999	£ 2,227

**DAWNGEN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED ENDED YEAR ENDING 31 MAY 1999**

**9. SHAREHOLDERS FUNDS**

	Called up share capital £	Profit and loss account £	Total £
Balance at 1 June 1998	2	837	839
Transfer to/from profit and loss account	-	(334)	(334)
	<u>2</u>	<u>503</u>	<u>505</u>

	<u>1999</u>	<u>1998</u>
The authorised share capital comprises:		
Authorised:		
1,000 Ordinary shares of £1 each	£ 1,000	£ 1,000
	<u>£ 1,000</u>	<u>£ 1,000</u>
Called up, allotted and fully paid:		
2 Ordinary shares of £1 each	£ 2	£ 2
	<u>£ 2</u>	<u>£ 2</u>

**10. DEBTORS**

	<u>1999</u>	<u>1998</u>
	£	£
Trade debtors	7,063	9,165
	<u>£ 7,063</u>	<u>£ 9,165</u>

**11. CREDITORS - AMOUNTS FALLING DUE  
WITHIN ONE YEAR**

	<u>1999</u>	<u>1998</u>
	£	£
Trade creditors	34	-
Corporation tax	6,517	456
Other taxes and social security costs	6,327	5,629
Advance corporation tax on dividends	-	3,000
	<u>£ 12,878</u>	<u>£ 9,085</u>