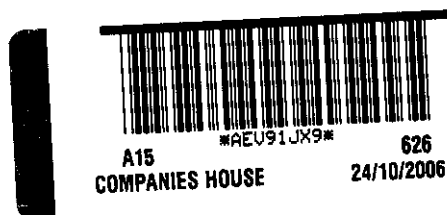


REGISTERED NUMBER: 2635162 (England and Wales)

Report of the Director and  
Unaudited Financial Statements  
for the year ended 31 December 2005  
for  
Target Appointments Limited



**Target Appointments Limited**

**Company Information**  
**for the year ended 31 December 2005**

|                           |  |
|---------------------------|--|
| <b>DIRECTOR:</b>          | Mr R M Roberts   |
| <b>SECRETARY:</b>         | Mrs J E C Roberts  |
| <b>REGISTERED OFFICE:</b> | 9-13 Cursitor Street<br>London<br>EC4A 1LL   |
| <b>REGISTERED NUMBER:</b> | 2635162 (England and Wales)  |
| <b>ACCOUNTANTS:</b>       | Mapperson Price, Chartered Accountants<br>286a High Street<br>Dorking<br>Surrey<br>RH4 1QT |
| <b>BANKERS:</b>           | The Royal Bank of Scotland plc<br>Western Branch<br>60 Conduit Street<br>London<br>W1R 9FD |
| <b>SOLICITORS:</b>        | Dean Wilson Laing<br>96 Church Street<br>Brighton<br>East Sussex<br>BN1 1UJ                |

**Target Appointments Limited**

**Report of the Director**  
**for the year ended 31 December 2005**

The director presents his report with the financial statements of the company for the year ended 31 December 2005.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the provision of professional, office, secretarial, retail and industrial staff appointments.

**DIRECTOR**

Mr R M Roberts was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

|                      | 31.12.05 | 1.1.05 |
|----------------------|----------|--------|
| Ordinary A £1 shares | 580      | 580    |
| Ordinary B £1 shares | 400      | 400    |

This 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:**



Mr R M Roberts - Director

Date: 19/09/06

**Target Appointments Limited**

**Profit and Loss Account**  
**for the year ended 31 December 2005**

|   | Notes | 31.12.05<br>£    | 31.12.04<br>£   |
|---|-------|------------------|-----------------|
| <b>TURNOVER</b>   |       | 1,487,721        | 1,254,717       |
| Cost of sales   |       | <u>1,134,399</u> | <u>910,859</u>  |
| <b>GROSS PROFIT</b>   |       | 353,322          | 343,858         |
| Administrative expenses   |       | <u>292,396</u>   | <u>369,153</u>  |
|   |       | 60,926           | (25,295)        |
| Other operating income  |       | <u>6,777</u>     | <u>8,575</u>    |
| <b>OPERATING PROFIT/(LOSS)</b>                                  | 2     | 67,703           | (16,720)        |
| Interest receivable and similar income                          |       | <u>1,159</u>     | <u>1,140</u>    |
|   |       | 68,862           | (15,580)        |
| Interest payable and similar charges                            |       | <u>14,512</u>    | <u>12,987</u>   |
| <b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES<br/>BEFORE TAXATION</b> |       | 54,350           | (28,567)        |
| Tax on profit/(loss) on ordinary activities                     | 3     | <u>10,980</u>    | <u>(8,736)</u>  |
| <b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR<br/>AFTER TAXATION</b>  |       | <u>43,370</u>    | <u>(19,831)</u> |
| <b>RETAINED PROFIT/(DEFICIT) FOR THE YEAR</b>                   |       | <u>43,370</u>    | <u>(19,831)</u> |

The notes form part of these financial statements

**Target Appointments Limited**

**Balance Sheet**  
**31 December 2005**

|  | Notes | 31.12.05<br>£  | £              | 31.12.04<br>£  | £               |
|--|-------|----------------|----------------|----------------|-----------------|
| <b>FIXED ASSETS</b>                          |       |                |                |                |                 |
| Intangible assets                            | 4     |                | -              |                | 2,675           |
| Tangible assets                              | 5     |                | <u>25,110</u>  |                | <u>30,965</u>   |
|  |       |                | 25,110         |                | 33,640          |
| <b>CURRENT ASSETS</b>                        |       |                |                |                |                 |
| Debtors                                      | 6     | 395,109        |                | 288,574        |                 |
| Cash at bank and in hand                     |       | <u>400</u>     |                | <u>14,829</u>  |                 |
|  |       | 395,509        |                | 303,403        |                 |
| <b>CREDITORS</b>                             |       |                |                |                |                 |
| Amounts falling due within one year          | 7     | <u>393,303</u> |                | <u>346,727</u> |                 |
| <b>NET CURRENT ASSETS/(LIABILITIES)</b>      |       |                | <u>2,206</u>   |                | <u>(43,324)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                | 27,316         |                | (9,684)         |
| <b>CREDITORS</b>                             |       |                |                |                |                 |
| Amounts falling due after more than one year | 8     |                | (1,500)        |                | (7,500)         |
| <b>PROVISIONS FOR LIABILITIES</b>            | 11    |                | <u>(1,065)</u> |                | <u>(1,435)</u>  |
| <b>NET ASSETS/(LIABILITIES)</b>              |       |                | <u>24,751</u>  |                | <u>(18,619)</u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                |                |                |                 |
| Called up share capital                      | 12    |                | 1,000          |                | 1,000           |
| Profit and loss account                      | 13    |                | <u>23,751</u>  |                | <u>(19,619)</u> |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                | <u>24,751</u>  |                | <u>(18,619)</u> |

The notes form part of these financial statements

**Target Appointments Limited**

**Balance Sheet**  
**31 December 2005**

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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 January 2005).

**ON BEHALF OF THE BOARD:**



Mr R M Roberts - Director

Approved by the Board on 19/09/06

The notes form part of these financial statements

## Target Appointments Limited

### Notes to the Financial Statements

#### 1. ACCOUNTING POLICIES

##### **Accounting convention**

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).

##### **Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

##### **Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2002, is being amortised evenly over its estimated useful life of three years.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

|                       |                           |
|-----------------------|---------------------------|
| Plant and machinery   | - 30% on reducing balance |
| Fixtures and fittings | - 25% on reducing balance |
| Motor vehicles        | - 25% on reducing balance |
| Computer equipment    | - 30% on reducing balance |

##### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

##### **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 transaction. Exchange differences are taken into account in arriving at the operating result.

##### **Pensions**

The company operates and contributes to defined contribution pension schemes in respect of some of its staff and directors and the pension charge represents the amounts payable by the company to the funds in respect of the year.

#### 2. OPERATING PROFIT/(LOSS)

The operating profit (2004 - operating loss) is stated after charging:

|  | 31.12.05     | 31.12.04     |
|--|--------------|--------------|
|  | £            | £            |
| Depreciation - owned assets                  | 8,766        | 15,153       |
| Loss on disposal of fixed assets             | 1,296        | 2,094        |
| Goodwill amortisation                        | 2,675        | 3,567        |
| Pension costs                                | <u>310</u>   | <u>942</u>   |
|  |              |              |
| Directors' emoluments and other benefits etc | <u>6,866</u> | <u>6,865</u> |

**Target Appointments Limited**

**Notes to the Financial Statements**

**3. TAXATION**

**Analysis of the tax charge/(credit)**

The tax charge/(credit) on the profit on ordinary activities for the year was as follows:

|   | 31.12.05<br>£        | 31.12.04<br>£         |
|---|----------------------|-----------------------|
| Current tax:                                |                      |                       |
| UK corporation tax                          | 11,350               | (3,271)               |
| Prior year tax adjustment                   | <u>-</u>             | <u>(4,156)</u>        |
| Total current tax                           | 11,350               | (7,427)               |
| Deferred tax charge/credit                  | <u>(370)</u>         | <u>(1,309)</u>        |
| Tax on profit/(loss) on ordinary activities | <u><u>10,980</u></u> | <u><u>(8,736)</u></u> |

UK corporation tax has been charged at 19% (2004 - 19%).

**Factors affecting the tax charge/(credit)**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

|   | 31.12.05<br>£        | 31.12.04<br>£         |
|---|----------------------|-----------------------|
| Profit/(loss) on ordinary activities before tax   | <u>54,350</u>        | <u>(28,567)</u>       |
| Profit/(loss) on ordinary activities<br>multiplied by the standard rate of corporation tax<br>in the UK of 19% (2004 - 19%) | 10,327               | (5,428)               |
| Effects of:   |                      |                       |
| Depreciation in excess of capital allowances  | 516                  | 1,553                 |
| Expenses not deductible for tax purposes  | 507                  | 604                   |
| Adjustments in respect of prior years   | <u>-</u>             | <u>(4,156)</u>        |
| Current tax charge/(credit)   | <u><u>11,350</u></u> | <u><u>(7,427)</u></u> |



**Target Appointments Limited**

**Notes to the Financial Statements**

**4. INTANGIBLE FIXED ASSETS**

|                       |               |
|-----------------------|---------------|
|                       | Goodwill<br>£ |
| <b>COST</b>           |               |
| At 1 January 2005     |               |
| and 31 December 2005  | <u>10,700</u> |
| <b>AMORTISATION</b>   |               |
| At 1 January 2005     | 8,025         |
| Charge for year       | <u>2,675</u>  |
| At 31 December 2005   | <u>10,700</u> |
| <b>NET BOOK VALUE</b> |               |
| At 31 December 2005   | <u>-</u>      |
| At 31 December 2004   | <u>2,675</u>  |

Purchased goodwill arose on the acquisition of the business of Australian Staff Connections Limited in October 2002. Goodwill is being amortised over 36 months.

**5. TANGIBLE FIXED ASSETS**

|                        | Plant and<br>machinery<br>£ | Fixtures<br>and<br>fittings<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£     |
|------------------------|-----------------------------|----------------------------------|------------------------|----------------------------|-----------------|
| <b>COST</b>            |                             |                                  |                        |                            |                 |
| At 1 January 2005      | 12,423                      | 5,033                            | 30,500                 | 33,797                     | 81,753          |
| Additions              | 656                         | 1,305                            | -                      | 2,246                      | 4,207           |
| Disposals              | <u>(2,595)</u>              | <u>-</u>                         | <u>-</u>               | <u>(8,812)</u>             | <u>(11,407)</u> |
| At 31 December 2005    | <u>10,484</u>               | <u>6,338</u>                     | <u>30,500</u>          | <u>27,231</u>              | <u>74,553</u>   |
| <b>DEPRECIATION</b>    |                             |                                  |                        |                            |                 |
| At 1 January 2005      | 9,504                       | 3,561                            | 14,773                 | 22,950                     | 50,788          |
| Charge for year        | 943                         | 477                              | 3,932                  | 3,414                      | 8,766           |
| Eliminated on disposal | <u>(2,533)</u>              | <u>-</u>                         | <u>-</u>               | <u>(7,578)</u>             | <u>(10,111)</u> |
| At 31 December 2005    | <u>7,914</u>                | <u>4,038</u>                     | <u>18,705</u>          | <u>18,786</u>              | <u>49,443</u>   |
| <b>NET BOOK VALUE</b>  |                             |                                  |                        |                            |                 |
| At 31 December 2005    | <u>2,570</u>                | <u>2,300</u>                     | <u>11,795</u>          | <u>8,445</u>               | <u>25,110</u>   |
| At 31 December 2004    | <u>2,919</u>                | <u>1,472</u>                     | <u>15,727</u>          | <u>10,847</u>              | <u>30,965</u>   |

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|               |                |                |
|---------------|----------------|----------------|
|               | 31.12.05<br>£  | 31.12.04<br>£  |
| Trade debtors | 355,444        | 263,844        |
| Other debtors | <u>39,665</u>  | <u>24,730</u>  |
|               | <u>395,109</u> | <u>288,574</u> |

**Target Appointments Limited**

**Notes to the Financial Statements**

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                              | 31.12.05       | 31.12.04       |
|------------------------------|----------------|----------------|
|                              | £              | £              |
| Bank loans and overdrafts    | 21,878         | 6,000          |
| Trade creditors              | 9,865          | 7,986          |
| Taxation and social security | 141,748        | 123,492        |
| Other creditors              | <u>219,812</u> | <u>209,249</u> |
|                              | <u>393,303</u> | <u>346,727</u> |

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|            | 31.12.05     | 31.12.04     |
|------------|--------------|--------------|
|            | £            | £            |
| Bank loans | <u>1,500</u> | <u>7,500</u> |

**9. OPERATING LEASE COMMITMENTS**

The following operating lease payments are committed to be paid within one year:

|                            | 31.12.05      | 31.12.04 |
|----------------------------|---------------|----------|
|                            | £             | £        |
| Expiring:                  |               |          |
| Between one and five years | <u>13,700</u> | <u>-</u> |

**10. SECURED DEBTS**

The following secured debts are included within creditors:

|                           | 31.12.05       | 31.12.04       |
|---------------------------|----------------|----------------|
|                           | £              | £              |
| Bank loans                | 7,500          | 13,500         |
| Factoring current account | <u>217,363</u> | <u>196,158</u> |
|                           | <u>224,863</u> | <u>209,658</u> |

Bank loans in current and long term creditors are secured on the motor vehicle that is financed.

The factoring current account is secured by a fixed equitable charge on all book debts and a fixed and floating charge over all property and assets of the company.

**11. PROVISIONS FOR LIABILITIES**

|   | 31.12.05     | 31.12.04     |
|---|--------------|--------------|
|   | £            | £            |
| Deferred tax  |              |              |
| On the excess of capital allowances over depreciation | <u>1,065</u> | <u>1,435</u> |

**Target Appointments Limited**

**Notes to the Financial Statements**

**11. PROVISIONS FOR LIABILITIES - continued**

|                               |                      |
|-------------------------------|----------------------|
|                               | Deferred<br>tax<br>£ |
| Balance at 1 January 2005     | 1,435                |
| Deferred tax movement in year | <u>(370)</u>         |
| Balance at 31 December 2005   | <u>1,065</u>         |

**12. CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

| Number: | Class:     | Nominal<br>value: | 31.12.05<br>£ | 31.12.04<br>£ |
|---------|------------|-------------------|---------------|---------------|
| 600     | Ordinary A | £1                | 600           | 600           |
| 400     | Ordinary B | £1                | <u>400</u>    | <u>400</u>    |
|         |            |                   | <u>1,000</u>  | <u>1,000</u>  |

**13. RESERVES**

|                              |                                    |
|------------------------------|------------------------------------|
|                              | Profit<br>and loss<br>account<br>£ |
| At 1 January 2005            | (19,619)                           |
| Retained profit for the year | <u>43,370</u>                      |
| At 31 December 2005          | <u>23,751</u>                      |

**14. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Mr R M Roberts.

Target Appointments Limited

Report of the Accountants to the Director of  
Target Appointments Limited

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2005 set out on pages three to ten and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

*Mapperson Price*

Mapperson Price, Chartered Accountants  
286a High Street  
Dorking  
Surrey  
RH4 1QT

Date: *19 September 2006*