

Registration Number 02931129

Milburn Communications Limited
Directors' Report and Financial Statements
for the year ended 31 May 2004



Milburn Communications Limited

Company Information

Directors	MRC Souter PJ Rogers
Secretary	MRC Souter
Company Number	02931129
Registered Office	3 Stoddart Street Shieldfield Newcastle upon Tyne NE2 1AN
Accountants	Rowlands Chartered Accountants Rowlands House Portobello Road Birtley Chester le Street Co Durham, DH3 2RY
Bankers	Allied Irish Bank plc 9 Collingwood Street Newcastle upon Tyne NE1 1HE

Milburn Communications Limited

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Directors' Report for the year ended 31 May 2004

The directors present their report and the financial statements for the year ended 31 May 2004.

Principal Activity

The principal activity of the company during the year was that of the provision of telemarketing services and products.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Interest in £1 ordinary shares	
	31/05/04	31/05/03
MRC Souter	35	35
PJ Rogers	25	25

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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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.

This report is 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 27 May 2005 and signed on its behalf by

MRC Souter
Secretary



Milburn Communications Limited

**Profit and Loss Account
for the year ended 31 May 2004**

		2004	2003
	Notes	£	£
Turnover	2	29,245	39,247
Cost of sales		(6,828)	(13,960)
Gross profit		22,417	25,287
Administrative expenses		(12,719)	(12,791)
Operating profit	3	9,698	12,496
Interest payable and similar charges	4	-	(5)
Profit on ordinary activities before taxation		9,698	12,491
Tax on profit on ordinary activities	5	-	(615)
Profit on ordinary activities after taxation		9,698	11,876
Dividends		-	(6,000)
Retained profit for the year		9,698	5,876
Retained profit brought forward		10,172	4,295
Retained profit carried forward		19,870	10,171

The notes on pages 5 to 7 form an integral part of these financial statements.

Milburn Communications Limited

**Balance Sheet
as at 31 May 2004**

		2004		2003	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	6		715		166
Current Assets					
Debtors	7	31,795		23,619	
Cash at bank and in hand		1,414		3,804	
		<u>33,209</u>		<u>27,423</u>	
Creditors: amounts falling due within one year	8	<u>(13,954)</u>		<u>(17,318)</u>	
Net Current Assets			<u>19,255</u>		<u>10,105</u>
Total Assets Less Current Liabilities			<u>19,970</u>		<u>10,271</u>
Capital and Reserves					
Called up share capital	9		100		100
Profit and loss account			19,870		10,171
Shareholders' Funds			<u>19,970</u>		<u>10,271</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 7 form an integral part of these financial statements.

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Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 May 2004**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 May 2004 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are 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 June 2002).

The financial statements approved by the Board on 27 May 2005 and signed on its behalf by

PJ Rogers
Director



The notes on pages 5 to 7 form an integral part of these financial statements.

Milburn Communications Limited

**Notes to the Financial Statements
for the year ended 31 May 2004**

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

1.2. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings
and equipment - 20% Straight Line

2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

3. Operating profit

	2004	2003
	£	£
Operating profit is stated after charging:		
Director's remuneration	-	-
Depreciation of tangible assets	345	423
	<u> </u>	<u> </u>

4. Interest payable and similar charges

	2004	2003
	£	£
Bank overdraft interest	-	5
	<u> </u>	<u> </u>
	-	5
	<u> </u>	<u> </u>

5. Taxation

	2004	2003
	£	£
UK current year taxation		
UK Corporation Tax	-	615
	<u> </u>	<u> </u>

Milburn Communications Limited

**Notes to the Financial Statements
for the year ended 31 May 2004**

..... continued

6. Tangible fixed assets

	Fixtures, fittings & equipment	Total
	£	£
Cost		
At 1 June 2003	5,419	5,419
Additions	894	894
At 31 May 2004	<u>6,313</u>	<u>6,313</u>
Depreciation		
At 1 June 2003	5,253	5,253
Charge for the year	345	345
At 31 May 2004	<u>5,598</u>	<u>5,598</u>
Net book values		
At 31 May 2004	<u>715</u>	<u>715</u>
At 31 May 2003	<u>166</u>	<u>166</u>

7. Debtors

	2004	2003
	£	£
Trade debtors	20,012	12,994
Other debtors	11,783	10,625
	<u>31,795</u>	<u>23,619</u>

**8. Creditors: amounts falling due
within one year**

	2004	2003
	£	£
Trade creditors	7,040	10,827
Corporation tax	-	615
Other creditors	6,914	5,876
	<u>13,954</u>	<u>17,318</u>

Milburn Communications Limited

**Notes to the Financial Statements
for the year ended 31 May 2004**

..... continued

9. Share capital	2004	2003
	£	£
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

10. Related party transactions

Included in other debtors is a balance of £3,640 (2003 £3,640) due from E J Melling Limited.

Mr M Melling, the father of Mr MRC Souter has a material interest in E J Melling Limited. Mr MRC Souter is a director and shareholder of Milburn Communications Limited.