

Registration number 3143707

XYMBIO LIMITED

Directors' report and financial statements
for the year ended 30 June 2003



XYMBIO LIMITED

Company information

Directors	K H Mahony F C McNulty
Secretary	I C Bubb
Company number	3143707
Registered office	100 High Street Whitstable Kent CT5 1AT CT5 1AT
Accountants	Bubb Rowe Sherwin & Co 100 High Street Whitstable Kent CT5 1AT
Business address	308 Bretislavova 12 Mala Strana Prague Czech Republic
Bankers	National Westminster Bank Plc 1 Hatton Garden London EC1P 1DU

XYMBIO LIMITED

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XYMBIO LIMITED

Directors' report for the year ended 30 June 2003

The directors present their report and the financial statements for the year ended 30 June 2003.

Principal activity

The principal activity of the company since September 2001 was that of property letting. At the very end of the year in question and for future accounting periods the company has started production and sale of books.

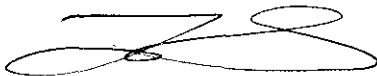
Directors and their interests

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

	Ordinary shares	
	30/06/03	01/07/02
K H Mahony	95	95
F C McNulty	5	5

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 April 2004 and signed on its behalf by



I C Bubb
Secretary

XYMBIO LIMITED

Accountants' report on the unaudited financial statements to the directors of XYMBIO LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 June 2003 set out on pages 3 to 10 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 supplied to us.

Bubb Rowe Sherwin & Co

**Bubb Rowe Sherwin & Co
Chartered Certified Accountants
100 High Street
Whitstable
Kent
CT5 1AT**

Date: 29 April 2004

XYMBIO LIMITED

Profit and loss account for the year ended 30 June 2003

		2003	2002
	Notes	£	£
Turnover	2	2,643	197,698
Cost of sales		(8,610)	(78,794)
Gross (loss)/profit		(5,967)	118,904
Distribution costs		(1,523)	(32,798)
Administrative expenses		(54,106)	(137,951)
Operating loss	3	(61,596)	(51,845)
Other interest receivable and similar income		32	-
Interest payable and similar charges		(4)	(1,042)
Loss on ordinary activities before taxation		(61,568)	(52,887)
Tax on loss on ordinary activities	6	(460)	-
Loss on ordinary activities after taxation		(62,028)	(52,887)
Loss for the year		(62,028)	(52,887)
Accumulated (loss)/profit brought forward		(47,992)	4,895
Accumulated loss carried forward		(110,020)	(47,992)

The notes on pages 6 to 10 form an integral part of these financial statements.

XYMBIO LIMITED

Balance sheet as at 30 June 2003

	Notes	2003 £	2002 £
Fixed assets			
Tangible assets	7	2,000	6,200
Current assets			
Debtors	8	-	7,591
Cash at bank and in hand		1,266	1,170
		<u>1,266</u>	<u>8,761</u>
Creditors: amounts falling due within one year	9	<u>(113,186)</u>	<u>(62,853)</u>
Net current liabilities		(111,920)	(54,092)
Deficiency of assets		<u>(109,920)</u>	<u>(47,892)</u>
Capital and reserves			
Called up share capital	10	100	100
Profit and loss account		(110,020)	(47,992)
Shareholders' funds		<u>(109,920)</u>	<u>(47,892)</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 6 to 10 form an integral part of these financial statements.

XYMBIO LIMITED

Balance sheet (continued)

Directors' statements required by Section 249B(4) for the year ended 30 June 2003

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 30 June 2003 and

(c) that we acknowledge our responsibilities for:

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

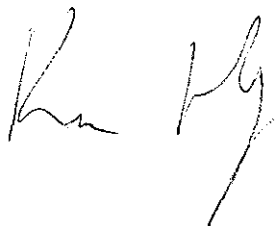
(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies 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 in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on and signed on its behalf by

K H Mahony
Director

27th April 2004



The notes on pages 6 to 10 form an integral part of these financial statements.

XYMBIO LIMITED

Notes to the financial statements for the year ended 30 June 2003

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

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

1.3. 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	-	15% Straight Line
Computer equipment	-	15% Straight Line
equipment	-	15% Straight Line
	-	15% Straight Line

1.4. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

XYMBIO LIMITED

Notes to the financial statements for the year ended 30 June 2003

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1.5. 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 that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

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

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating loss

	2003 £	2002 £
Operating loss is stated after charging:		
Depreciation and other amounts written off tangible assets	-	63,476
Loss on disposal of tangible fixed assets	3,000	1,037

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Notes to the financial statements for the year ended 30 June 2003

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4. Directors' emoluments

There were no employees during the year apart from the directors.

	2003	2002
	£	£
Remuneration and other benefits	-	25,833
	<u> </u>	<u> </u>
	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	1	1
	<u> </u>	<u> </u>

5. Pension costs

The company operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £nil (2002 - £5,000).

6. Tax on loss on ordinary activities

Analysis of charge in period	2003	2002
	£	£
Current tax		
Adjustments in respect of previous periods	460	-
	<u> </u>	<u> </u>

XYMBIO LIMITED

Notes to the financial statements for the year ended 30 June 2003

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7. Tangible fixed assets	Fixtures, fittings and equipment	Computer equipment	Total
	£	£	£
Cost			
At 1 July 2002	31,372	95,959	127,331
Disposals	(29,372)	(95,959)	(125,331)
At 30 June 2003	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Depreciation			
At 1 July 2002	28,172	92,959	121,131
On disposals	(28,172)	(92,959)	(121,131)
At 30 June 2003	<u>-</u>	<u>-</u>	<u>-</u>
Net book values			
At 30 June 2003	<u>2,000</u>	<u>-</u>	<u>2,000</u>
At 30 June 2002	<u>3,200</u>	<u>3,000</u>	<u>6,200</u>

8. Debtors	2003 £	2002 £
Trade debtors	<u>-</u>	<u>7,591</u>

9. Creditors: amounts falling due within one year	2003 £	2002 £
Trade creditors	-	82
Other taxes and social security costs	3,559	7,244
Directors' accounts	30,636	1,100
Other creditors	32,344	32,344
Accruals and deferred income	46,647	22,083
	<u>113,186</u>	<u>62,853</u>

XYMBIO LIMITED

Notes to the financial statements for the year ended 30 June 2003

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10. Share capital

	2003	2002
	£	£
Authorised		
100 Ordinary shares of 1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
100 Ordinary shares of 1 each	<u>100</u>	<u>100</u>