

NEWCOM (UK) LIMITED

DIRECTORS REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004

Company Registration Number: 3157310



LD5
COMPANIES HOUSE

WLYSIL4UNW

0212
29/04/05

NEWCOM (UK) LIMITED

DIRECTORS' REPORT

For the Year ended 31 March 2004

The Directors present their report and the financial statements, for the year Ended 31 March 2004.

Directors Responsibilities

The directors are required by UK company law to prepare financial statements for each financial year that gives a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the Company for that period.

The directors confirm that suitable accounting policies have been used and applied consistently and that reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the year ended 31 March 2004. The directors also confirm that applicable standards have been followed and that the financial statements have been prepared on a going concern basis.

The directors are responsible for keeping proper accounting records, for taking reasonable steps to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Principal Activity

The company's principal activity continues to be that of providing translation, typesetting, design and printing services. The directors expect the current level of activity to continue in the forthcoming year.

Directors

The Directors at 31 March 2004 and their interests in the share capital of the company at both 31 March 2004 and 31 March 2003 are as follows:

	Ordinary Shares of £1 each	
	At 31 March 2004	At 31 March 2003
F Mahmood	75	75

Auditors

The Company has taken advantage of the exemption conferred by subsection (1) of Section 249A of the Companies Act 1985 not to appoint auditors.

The report which has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and the Financial Reporting Standard for Smaller Entities (effective March 2003) was approved by the board on 28.04.05 and signed on its behalf.



Secretary

NEWCOM (UK) LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31 March 2004

	Note	2004	2003
TURNOVER	1,2	525,013	639,782
Cost of Sales		<u>-266,830</u>	<u>-348,684</u>
GROSS PROFIT		258,183	291,098
Selling and distribution costs		00	00
Administrative Expenses		-217,119	-245,869
OPERATING PROFIT	3	41,064	45,229
(LOSS) Profit on disposal of tangible Fixed assets		<u>00</u>	<u>00</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		41,064	45,229
Interest receivable		00	00
Interest payable	4	00	00
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		41,064	45,229
TAXATION ON PROFIT ON ORDINARY ACTIVITIES	5	-7,530	-8,748
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		33,534	36,481
Dividends On equity shares	6	<u>-16,900</u>	<u>-00</u>
RETAINED PROFIT FOR THE YEAR		16,634	36,481
Retained Profit/(Loss) Brought Forward		<u>92,776</u>	<u>56,295</u>
RETAINED PROFIT CARRIED FORWARD		<u>£109,410</u>	<u>£92,776</u>

There were no recognised gains and losses for 2004 or 2003 other than those included in the profit and loss account.

NEWCOM (UK) LIMITED

BALANCE SHEET AS AT 31 MARCH 2004

	Note	£	2004	£	2003
FIXED ASSETS					
Tangible assets	7a	23,185		30,914	
Intangible assets	7b	<u>6,000</u>	29,185	<u>6,000</u>	36,914
CURRENT ASSETS					
Debtors	8	110,392		97,745	
Cash in bank and in hand		<u>12,204</u>		<u>17,433</u>	
		122,596		115,178	
Creditors: Amounts falling due within one year	9	<u>-42,271</u>		<u>-59,216</u>	
NET CURRENT ASSETS (LIABILITIES)			80,325		55,962
Creditors: Amounts falling due after more than One year	10		-00		00
HP Liabilities			<u>00</u>		<u>00</u>
NET ASSETS			<u>£109,510</u>		<u>£92,876</u>
CAPITAL AND RESERVES					
Called up share capital	11		100		100
Profit and loss account			<u>109,410</u>		<u>92,776</u>
EQUITY SHAREHOLDERS' FUNDS	12		<u>£109,510</u>		<u>£92,876</u>

The Directors have stated that:

- a) The Company has taken advantage of Section 249A (1) of the Companies Act 1985 in not having these accounts audited.
- b) No notice has been deposited under subsection (2) of Section 249B in relation to its accounts for the financial year, and
- c) They acknowledge their responsibility for
 - (i) ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act
 - (ii) preparing accounts which give a true and fair view of the Company as at 31 March 2004 and of its profit for the financial year in accordance with the requirements of Section 266, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the Company.

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies and the Financial Reporting Standards for Smaller Entities (effective March 2003) were approved on 28.04.05 and signed on its behalf

Director.....*Malik*.....

The notes on pages 4 to 8 form part of these financial statements

NEWCOM (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 March 2004

1. Accounting Policies:

The principal accounting policies are:

1.1 Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and the Financial Reporting Standard for Smaller Entities (effective March 2003) and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

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.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation

Depreciation is provided at the rates calculated to write off the cost of fixed asset, less their estimated residual value, over their expected useful lives on the following bases:

Motor Vehicles	25% reducing balance basis
Fixtures and Fittings	25% reducing balance basis

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those, which substantially include all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Operating leases

Rentals applicable to operating leases which substantially include all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

NEWCOM (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

2. Turnover

In the year to 31 March 2004, none of the company's turnover was to markets outside the Euro Zone.

3. Operating Profit	2004	2003
The operating profit is stated after charging:	£	£
Depreciation of tangible fixed assets		
- Owned by the company	7,729	10,304
- held under finance leases	00	00
Operating lease rentals	00	3,372
Directors' emoluments	75,061	48,999
	=====	=====

4. Interest payable

Includes in interest payable is interest on HP Liabilities.

5. Taxation	2004	2003
UK current year taxation		
UK Corporation tax at prevailing rates.	£7,530	£8,748
	=====	=====

6. Dividends	2004	2003
Dividends per ordinary share – paid	£16,900	£00
	=====	=====

NEWCOM (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

7a. Tangible fixed assets	Fixtures& Equipmts	Motor Car
Cost		
At 01 April	77,940	31,141
Additions	00	00
Disposals	(00)	(00)
At 31 March	<u>77,940</u>	<u>31,141</u>
Depreciation		
At 01 April	60,164	18,003
On disposals	(00)	(00)
Charge for year	<u>4,444</u>	<u>3,285</u>
At 31 March	<u>64,608</u>	<u>21,288</u>
Net book values		
At 31 March	<u>£13,332</u>	<u>£9,853</u>
7b Intangible Assets		
Goodwill cost on acquisition	<u>£6,000</u>	<u>£6,000</u>
There is no amortisation of goodwill. This departure from company legislation requirement is justified by adherence to overriding purpose of a true and fair view.		
8. Debtors	2004	2003
Due after more than one year	00	00
Due within one year		
Deposits	00	00
Corporation Tax Refund	00	00
Trade debtors	62,351	55,047
Other debtors	<u>48,041</u>	<u>42,698</u>
	£110,392	£97,745
	=====	=====

NEWCOM (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

9.	Creditors: amounts falling due within one year	2004	2003
	Bank overdraft	00	00
	Net obligations under Hire purchase		
	Contracts- note 10a	00	00
	Trade creditors	17,456	20,912
	Corporation tax	7,530	8,748
	Other taxes and social security	11,643	17,176
	Directors current account	00	00
	Other creditors and Accruals	<u>5,642</u>	<u>12,380</u>
		£42,271	£59,216
		=====	=====
10	Creditors: amounts falling due more than one year	2004	2003
	Hire purchase contracts		
	Amounts payable:		
	Within two to five years	<u>00</u>	<u>00</u>
	Less: finance charges allocated to future periods	<u>00</u>	<u>00</u>
		£00	£00
		=====	=====
		£00	£00
		=====	=====
11.	Share capital	2004	2003
	Authorised		
	Ordinary shares of £1 each	£1,000	£1,000
		=====	=====
	Allotted, called up and fully paid		
	Ordinary shares of £1 each	£100	£100
		=====	=====

NEWCOM (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

12. Movement on shareholders' funds	2004	2003
Profit (Loss) for the year	33,534	36,481
Less: Dividends	(16,900)	(00)
	16,634	36,481
Opening shareholders' funds	<u>92,876</u>	<u>56,395</u>
Closing shareholders' funds	£109,510	£92,876
	=====	=====

13. Contingent liabilities

At 31 March 2004 the Company had no contingent liabilities (2003 - £nil)

14. Capital Commitments

At 31 March 2004 the Company had no capital commitments (2003 - £nil)

15. Related parties

Dr F Mahmood & Mrs A Mahmood (wife) are both shareholders of the company. The business is located in premises solely owned by the above named. During the year they charged rent of £40,800 (2003-31,500) to the company.