

B.S. NET LIMITED

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st JULY 2001**

COMPANY NUMBER: 3399705 (England and Wales)



B.S. NET LIMITED

COMPANY INFORMATION

DIRECTORS:

R. Pearlman
C.M. Needham

SECRETARY:

R. Pearlman

COMPANY NUMBER:

3399705 (England and Wales)

REGISTERED OFFICE:

8 Highfield Gardens,
London,
NW11 9HB

ACCOUNTANTS:

Purcells,
4 Quex Road,
London,
NW6 4PJ

B.S. NET LIMITED

DIRECTORS' REPORT for the year ended 31st July 2001

The directors present their report and financial statements for the year ended 31st July 2001.

COMPANY NUMBER

3399705 (England and Wales)

PRINCIPAL ACTIVITIES


The company's principal activity was providing internet services.

DIRECTORS

The directors at 31st July 2001 and their interest in the share capital of the company was as follows:-

	Ordinary shares of £1 each	
	<u>31.7.2001</u>	<u>31.7.2000</u>
R. Pearlman	33	33
C.M. Needham	33	33

This report has been prepared in accordance with special provisions relating to small companies under Section 246 of the Companies Act 1985 and was approved by the Board on *5th May* 2002


R. Pearlman,
Director

B.S. NET LIMITED

PROFIT AND LOSS ACCOUNT for the year ended 31st July 2001

	Notes	£	31.7.2000 £
Turnover	1 & 2	3,607	7,857
Administrative expenses		2,839	5,605
		<hr/>	<hr/>
Profit on ordinary activities before interest	3	768	2,252
Interest receivable		-	-
		<hr/>	<hr/>
Profit on ordinary activities before taxation		768	2,252
Taxation on profit on ordinary activities	4	70	329
		<hr/>	<hr/>
Profit on ordinary activities after taxation		698	1,923
Dividends	5	-	-
		<hr/>	<hr/>
Profit for the year		698	1,923
Accumulated profit brought forward		3,479	1,556
		<hr/>	<hr/>
Profit carried forward		4,177	3,479
		<hr/>	<hr/>

There were no recognised gains and losses for 2000 and 2001 other than those included in the profit and loss account.

The notes on pages 5 and 6 form part of these financial statements.

B.S. NET LIMITED

BALANCE SHEET at 31st July 2001

	Notes	£	31.7.2000 £
CURRENT ASSETS			
Debtors	6	66	66
Cash at bank		<u>6,632</u>	<u>4,687</u>
		<u>6,698</u>	<u>4,753</u>
CREDITORS: amounts falling due within one year			
	7	<u>2,422</u>	<u>1,175</u>
Net current assets		4,276	3,578
CREDITORS: amounts falling due after more than one year			
		-	-
Net assets		<u>4,276</u>	<u>3,578</u>
CAPITAL AND RESERVES			
Called-up share capital	8	99	99
Profit and loss account		<u>4,177</u>	<u>3,479</u>
Shareholders' funds	9	<u>4,276</u>	<u>3,578</u>

B.S. NET LIMITED

BALANCE SHEET at 31st July 2001 (continued)


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

- a) that for the year in question 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 31st July 2001; and
- c) that we acknowledge our responsibilities for:
 - i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - ii) for 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 result for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

The financial statements were approved by the Board of Directors on *John May* 2002 and signed on its behalf.

R. Pearlman)
C.M. Needham) directors



The notes on pages 5 and 6 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st July 2001

1. Accounting policies

a) Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention 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.

b) Turnover

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

2. Turnover in the year to 31st July 2001

100% of the company's turnover was to markets within the United Kingdom.

3. Profit on ordinary activities before interest

The profit on ordinary activities before interest is stated after charging:-

	<u>2001</u> £	<u>2000</u> £
	-	-
	=====	=====
4. Taxation		
U.K. current period taxation		
U.K. corporation tax @ 10%	77	329
(2000 - 16.66%)		
Overprovision in previous year	(7)	-
	70	329
	=====	=====
5. Dividends		
No dividend was paid for the year ended 31 st July 2001		
(y.e. 31 st July 2000 - £nil)		
6. Debtors: due within one year		
Sundry debtors	66	66
	=====	=====

B.S. NET LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st July 2001 (continued)

	<u>2001</u> £	<u>2000</u> £
7. Creditors: amounts falling due within one year		
Corporation tax	77	329
Directors' loan	317	317
Accruals	<u>2,028</u>	<u>529</u>
	2,422	1,175
	<u> </u>	<u> </u>
8. Share capital		
Authorised		
1,000 ordinary shares of £1 each	1,000	1,000
	<u> </u>	<u> </u>
Allotted, called-up and fully paid		
99 ordinary shares of £1 each	99	99
	<u> </u>	<u> </u>
9. Movement in shareholders' funds		
Profit for the year	698	1,923
less: Dividend paid	<u>-</u>	<u>-</u>
	698	1,923
Opening shareholders' funds	<u>3,578</u>	<u>1,655</u>
Closing shareholders' funds	<u>4,276</u>	<u>3,578</u>