

**GLOBAL RESEARCH AND CONSULTING LIMITED**

**ABBREVIATED ACCOUNTS**

**For the period ended**

**31st December 2002**

Company No. 3421010



**AUDITORS' REPORT TO GLOBAL RESEARCH AND CONSULTING LIMITED UNDER  
SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of the company for the period ended 31st December 2002 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of the directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

The White House  
2 Meadow  
Godalming  
Surrey  
GU7 3HN

*Hughes Waddell*  
**Hughes Waddell**  
Chartered Accountants  
& Registered Auditor

Date: *16 July 2003*


**GLOBAL RESEARCH AND CONSULTING LIMITED**

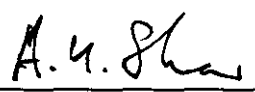
**ABBREVIATED BALANCE SHEET at 31st December 2002**

	Notes	31.12.02 £	30.9.01 £
TANGIBLE FIXED ASSETS	2.	<u>36,732</u>	<u>37,947</u>
CURRENT ASSETS			
Work in progress		32,048	112,438
Debtors		285,722	336,592
Cash at bank & in hand		<u>238</u>	<u>80,227</u>
		318,008	529,257
CREDITORS: Amounts falling due within one year		<u>(303,397)</u>	<u>(392,255)</u>
NET CURRENT ASSETS		<u>14,611</u>	<u>137,002</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		51,343	174,949
CREDITORS: Amounts falling due after more than one year		(20,394)	(50,405)
PROVISION FOR LIABILITIES & CHARGES		<u>0</u>	<u>(3,427)</u>
NET ASSETS		<u>30,949</u>	<u>121,117</u>
Financed by:			
CAPITAL & RESERVES			
Called up share capital	3.	1,151	1,000
Share premium account		135,704	0
Profit & loss account		<u>(105,906)</u>	<u>120,117</u>
SHAREHOLDERS' FUNDS		<u>30,949</u>	<u>121,117</u>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 14 Jun 2003

  
\_\_\_\_\_  
J. J. Trenner  
Director

  
\_\_\_\_\_  
A. H. Shaw  
Director

The notes on pages 3 to 5 form part of these accounts.

## **GLOBAL RESEARCH AND CONSULTING LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS for the period ended 31st December 2002**

#### **1. ACCOUNTING POLICIES**

The financial statements have been prepared using the following 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 June 2002). The effect of implementing the Standard for the first time has resulted in a change in the accounting policy for deferred taxation. The impact of the change is not considered to be material to the accounts and therefore no prior year adjustment is required.

##### **Change of accounting policy**

During the period, the accounting policy used to account for projects and work in progress was changed. The effect of the change is not considered to be material to the accounts for the previous period, consequently there has been no restatement of the opening work in progress. However, for the current period, the effect of the change has been to increase the loss by £75,003.

##### **Going concern**

The company manages its going concern status via a forward cashflow planning projecting ten months into the future. The company's committed flexible funding lines with its bankers are renewed on a six monthly review basis, reflecting the comfort that the bank has with the going concern nature of the business. At the date of approval of these accounts, given committed revenues and available funding, the directors believe that there are no reasons to doubt that the company will continue as a going concern.

##### **Turnover**

Turnover represents the value of services supplied to clients during the period net of value added tax.

##### **Projects and work in progress**

Profit on projects undertaken for research studies reflects the profit attributable to the amount of work performed at the balance sheet date. Profit is only recognised when the outcome of the project can be determined with reasonable certainty. Foreseeable losses are recognised in full as they are foreseen. Where amounts received and receivable are less than the value of work done, the difference is known as "amounts recoverable on projects" and is shown in debtors. Where the payments received and receivable exceed that value of work done the difference is shown in creditors as "payments on account".

Work in progress represents work undertaken on projects where no attributable profit has been reflected. Work in progress is valued at the lower of cost and net realisable value, and comprises direct costs and a proportion of attributable overheads.

##### **Depreciation**

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of each asset over its expected useful life, as follows:

Office equipment - 25% per annum on cost

##### **Deferred taxation**

Deferred taxation is provided on all reversible timing differences that arise when comparing the accounting profit with the profits that are chargeable to taxation. Deferred taxation is not provided on any permanent timing differences that may arise. At the balance sheet date, the required provision for deferred taxation is compared with the provision at the beginning of the period and any difference is credited or debited to the profit and loss account. Deferred tax assets are only recognised when there is a reasonable certainty that they will be recoverable in the future.

## **GLOBAL RESEARCH AND CONSULTING LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS for the period ended 31st December 2002**

#### **1. ACCOUNTING POLICIES (continued)**

##### **Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences on exchange are taken to the Profit & Loss account.

##### **Leasing**

Tangible fixed assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges, are included in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

#### **2. TANGIBLE FIXED ASSETS**

	<u>Office Equipment</u> £
<b>Cost</b>	
At 1st October 2001	69,720
Disposals	0
Additions	<u>17,813</u>
At 31st December 2002	<u>87,533</u>
<b>Depreciation</b>	
At 1st October 2001	31,773
Eliminated on disposal	0
Provided	<u>19,028</u>
At 31st December 2002	<u>50,801</u>
<b>Net Book Value</b>	
At 31st December 2002	<u><u>36,732</u></u>
At 30th September 2001	<u><u>37,947</u></u>

#### **3. SECURED LIABILITIES**

The aggregate of secured liabilities at 31st December 2002 was £205,447 (2001 - £77,441).

## GLOBAL RESEARCH AND CONSULTING LIMITED

### NOTES TO THE ABBREVIATED ACCOUNTS for the period ended 31st December 2002

#### **4. CALLED UP SHARE CAPITAL**

	<u>Authorised</u>		<u>Allotted, called up and fully paid</u>	
	<u>31.12.02</u>	<u>30.9.01</u>	<u>31.12.02</u>	<u>30.9.01</u>
	£	£	£	£
"A" ordinary shares of £0.001 each				
1,000,000 authorised, 734,387 (2001 - 500,000) issued	1,000	1,000	734	500
"B" ordinary shares of £0.001 each				
500,000 authorised, 121,612 (2001 - 500,000) issued	500	500	122	500
"C" ordinary shares of £0.001 each				
98,300,000 authorised, 294,900 (2001 - nil) issued	98,300	98,300	295	0
"D" ordinary non-voting shares of £0.001 each				
200,000 authorised, nil issued	200	200	0	0
	<u>100,000</u>	<u>100,000</u>	<u>1,151</u>	<u>1,000</u>

During the period, there were the following changes to share capital:

- (i) 82,829 "C" ordinary shares were issued for a total consideration of £85,857, and of these shares, 53,542 and 6,707 were converted to "B" and "A" shares respectively.
- (ii) 68,070 "B" shares were issued for £49,998.
- (iii) 272,320 "A" shares were converted to "C" shares.
- (iv) 500,000 "B" shares were converted to "A" shares.

#### **5. DIRECTORS' TRANSACTIONS**

T. A. Binks is a director of Icor Brokerage Europe Limited. Other operating income includes £53,075 (2001 - £23,942) for management services provided to that company during the period. At 31st December 2002 trade debtors included amounts owed to the company by Icor Brokerage Europe Limited of £8,225 (2001 - £8,225).

One director has provided personal guarantees in respect of bank borrowings of £50,000 and one of the directors has guaranteed one quarter's rent of £26,125.

Two of the directors have provided personal guarantees in respect of bank borrowings of £25,000 each.