

PANDEMIC PROJECTS LTD

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30/9/00

COMPANY NO : 3438858



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The following pages do not form part of the statutory accounts:

Detailed trading and profit and loss account

7

## DIRECTOR'S REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2000

The director present his report and the financial statements for the period ended

## STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statement for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing those financial statements, the director is required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgments and estimates that are reasonable and prudent;
- (c) prepare the financial statement on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

## DIRECTOR

The director who served during the period and his interests, including family interest, in the company's issued share capital was :

	Ordinary shares of £1 each	
	At the end of the period	At the beginning of the period
C HUTCHINSON	2	2

## SMALL COMPANY EXEMPTIONS

This report, which has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies, was approved by the board on 9th July 2001 and signed on its behalf.

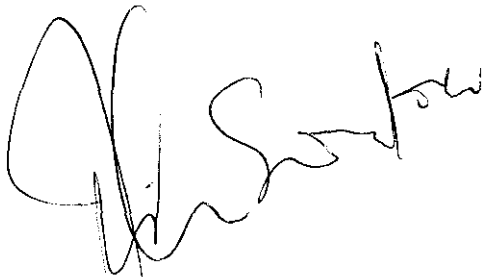


Director

PANDEMIC PROJECTS LTD  
ACCOUNTANTS' REPORT OF THE UNAUDITED ACCOUNTS  
TO THE DIRECTOR

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As described on the balance sheet you are responsible for the compilation of the accounts for the year ended 30th September 2000 set out on pages 3 to 7, and you consider that the company is exempt from an audit and a report under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have complied these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

A handwritten signature in black ink, appearing to read 'John S Ward', is written over a faint, vertical line that serves as a signature line.

John S Ward & Co  
5 Somerset Place  
TEIGNMOUTH  
Devon  
TQ14 8EP

PANDEMIC PROJECTS LTD  
BALANCE SHEET  
AT 30 SEPTEMBER 2000

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	NOTE	2000	1999
FIXED ASSETS			
Tangible fixed assets	6	1684	7870
CURRENT ASSETS			
Stock	8	2750	0
Debtors	7	843	5572
Cash at bank and in hand		691	2159
		<u>4284</u>	<u>7731</u>
CREDITORS: amounts falling due within one year	9	<u>4060</u>	<u>9645</u>
NET CURRENT LIABILITIES		224	-1914
		<u>0</u>	<u>0</u>
NET ASSETS		<u>1908</u>	<u>5956</u>
CAPITAL AND RESERVES			
Called up share capital	10	2	2
Profit and loss account		<u>1906</u>	<u>5954</u>
		<u>1908</u>	<u>5956</u>

The director considers that the company is entitled to exemption from the requirements to have an audit under the provisions of section 249A (1) of the Companies Act 1985 and that no shareholders holding 10% or more of the company's share capital have requested an audit pursuant to Section 249(B)(2). The director acknowledges his responsibility for ensuring that the company keeps accounting records which comply with section 221, and for 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 for the year 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.

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies, were approved by the board on 9th July 2001 and signed on its behalf.

Director



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

1 ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and include the results of the company's operations which are described in the Director's Report and which were discontinued in the period.

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

Vehicle	25% reducing balance
Office equipment	25% reducing balance

2 OPERATING PROFIT

2000      1999

The operating profit is stated after charging:

Depreciation of tangible fixed assets  
 owned by the company

561      2623

3 DIRECTOR'S REMUNERATION

Emoluments for services as director

3250      3860

4 TAXATION

Current year taxation  
 UK Corporation Tax at 20%

0      0

PANDEMIC PROJECTS LTD  
NOTES FOR THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 2000

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	2000	1999
5		
DIVIDENDS		
Paid	<u>0</u>	<u>0</u>

6 TANGIBLE ASSETS

	OFFICE EQUIP	VEHICLE	TOTAL
Cost	3324	10000	13324
Additions			
Disposal		10000	10000
At 31/9/00	<u>3324</u>	<u>0</u>	<u>3324</u>
Depreciation	1079	4375	5454
Charge in period	561	0	561
Disposal		4375	4375
At 31/9/00	<u>1640</u>	<u>0</u>	<u>1640</u>
Net Book Value			
At 31/9/00	1684	0	1684
At 31/9/99	<u>2245</u>	<u>5625</u>	<u>2245</u>

7 DEBTORS

Debtors	<u>843</u>	<u>5572</u>
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There are no fixed terms as to interest or repayment in respect of the Director's current account.

PANDEMIC PROJECTS LTD  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE PERIOD ENDED 30TH SEPTEMBER 2000

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		2000	1999
8	STOCK Zippo products	2750	0

9 CREDITORS:  
 Amounts falling due within one year

Creditors	1722	2850
Directors loan account	635	4920
Corporation Tax	0	0
Accruals	1703	1875
	<u>4060</u>	<u>9645</u>

10 CALLED UP SHARE CAPITAL

Authorised

1000 ordinary shares of £1 each	<u>1000</u>	<u>1000</u>
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Allotted, called up and fully paid

2 ordinary shares of £1 each	<u>2</u>	<u>2</u>
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During the period 2 ordinary shares of £1 each were issued fully paid for cash at par.

11 SHAREHOLDERS' FUNDS

Reconciliation of movements on shareholders' funds

Opening funds	5956	6002
Loss for the period	4048	-46
Closing shareholders funds	<u>1908</u>	<u>5956</u>