

REGISTRAR

COMPANY REGISTRATION NUMBER 3794407 ✓

**SOLUTIONS @ FISCAL INNOVATION LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
31 MARCH 2002**



WENHAM MAJOR
Chartered Accountants & Registered Auditors
89 Cornwall Street
Birmingham
B3 3BY

SOLUTIONS @ FISCAL INNOVATION LIMITED
ABBREVIATED FINANCIAL STATEMENTS
PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

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SOLUTIONS @ FISCAL INNOVATION LIMITED

THE DIRECTORS' REPORT

PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

The directors have pleasure in presenting their report and the financial statements of the company for the period from 1 May 2001 to 31 March 2002.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was the sale of specialised tax strategies. All activities were terminated on 31 March 2002.

The directors have reviewed the financial statements and consider the position at the year end to be satisfactory.

RESULTS AND DIVIDENDS

The trading results for the period, and the company's financial position at the end of the period are shown in the attached financial statements.

The directors have not recommended a dividend.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the period together with their beneficial interests in the shares of the company were as follows:

		Ordinary Shares of £1 each	
		At	At
		31 March 2002	1 May 2001 or later date of appointment
T M Kelk		—	—
F H Harris		—	—
M J Hull		—	—
P J Sills		—	—
G G Jones	(Appointed 28 December 2001)	—	—
P A Douglas	(Retired 21 November 2001)	—	—
		—	—

The directors shown above, with the exception of T M Kelk, are partners in Baker Tilly (formerly HLB Kidsons) which is the ultimate controlling party.

T M Kelk retired as a director on 28 May 2002.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the period and of the profit or loss for the period then ended.

In preparing those financial statements, the directors are required to:

select suitable accounting policies, as described on page 9, and then apply them consistently;

make judgements and estimates that are reasonable and prudent; and

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

SOLUTIONS @ FISCAL INNOVATION LIMITED

THE DIRECTORS' REPORT *(continued)*

PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

AUDITORS

A resolution to re-appoint Wenham Major as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:

City Plaza
Temple Row
Birmingham
B2 5AF

Signed on behalf of the directors

F H Harris
Director



Approved by the directors on 31 January 2003

SOLUTIONS @ FISCAL INNOVATION LIMITED
INDEPENDENT AUDITORS' REPORT TO THE COMPANY
PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 4 to 11, together with the financial statements of the company for the period from 1 May 2001 to 31 March 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A 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 section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider 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 section 246A(3) of the Act, and the abbreviated accounts on pages 4 to 11 are properly prepared in accordance with those provisions.

89 Cornwall Street
Birmingham
B3 3BY

31 January 2003



WENHAM MAJOR
Chartered Accountants
& Registered Auditors

SOLUTIONS @ FISCAL INNOVATION LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

	Note	Period to 31 Mar 02 £	Year to 30 Apr 01 £
GROSS PROFIT		1,918,051	2,159,179
Administrative expenses		<u>1,818,518</u>	<u>2,039,196</u>
OPERATING PROFIT:	2		
Discontinued operations		99,533	119,983
Interest receivable		—	4,346
Interest payable and similar charges		<u>(99,374)</u>	<u>(124,329)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		159	—
Tax on profit on ordinary activities	5	<u>89</u>	<u>70</u>
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL PERIOD		70	(70)
Balance brought forward		<u>7,720</u>	<u>7,790</u>
Balance carried forward		<u><u>7,790</u></u>	<u><u>7,720</u></u>

The company has no recognised gains or losses other than the results for the period as set out above.

SOLUTIONS @ FISCAL INNOVATION LIMITED
RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS
PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

	Period to 31 Mar 02 £	Year to 30 Apr 01 £
Profit/(Loss) for the financial period	70	(70)
Opening shareholders' equity funds	<u>8,720</u>	<u>8,790</u>
Closing shareholders' equity funds	<u>8,790</u>	<u>8,720</u>

SOLUTIONS @ FISCAL INNOVATION LIMITED
ABBREVIATED BALANCE SHEET
31 MARCH 2002

	Note	31 Mar 02 £	£	30 Apr 01 £	£
FIXED ASSETS					
Tangible assets	6		7,690		—
CURRENT ASSETS					
Debtors	7	4,343,234		2,015,713	
Cash at bank		23,124		48,170	
		<u>4,366,358</u>		<u>2,063,883</u>	
CREDITORS: Amounts falling due within one year	8	<u>4,365,258</u>		<u>2,055,163</u>	
NET CURRENT ASSETS			<u>1,100</u>		<u>8,720</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>8,790</u>		<u>8,720</u>
CAPITAL AND RESERVES					
Called-up equity share capital	9		1,000		1,000
Profit and Loss Account			<u>7,790</u>		<u>7,720</u>
SHAREHOLDERS' FUNDS			<u>8,790</u>		<u>8,720</u>

These accounts have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 31 January 2003 and are signed on their behalf by:

F H HARRIS



SOLUTIONS @ FISCAL INNOVATION LIMITED**CASH FLOW STATEMENT****PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002**

	Period to 31 Mar 02 £	£	Year to 30 Apr 01 £	£
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES		20,520		(216,552)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Interest received	—		4,346	
Interest paid	<u>(99,374)</u>		<u>(124,329)</u>	
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(99,374)		(119,983)
TAXATION		(89)		(2,170)
CAPITAL EXPENDITURE				
Payments to acquire tangible fixed assets	<u>(9,298)</u>		—	
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE		(9,298)		—
DECREASE IN CASH		<u>(88,241)</u>		<u>(338,705)</u>

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	Period to 31 Mar 02 £	Year to 30 Apr 01 £
Operating profit	99,533	119,983
Depreciation	1,608	—
Increase in debtors	(2,327,521)	(596,438)
Increase in creditors	2,246,900	259,903
Net cash inflow/(outflow) from operating activities	<u>20,520</u>	<u>(216,552)</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	31 Mar 02 £	30 Apr 01 £
Decrease in cash in the period	<u>(88,241)</u>	<u>(338,705)</u>
Movement in net debt in the period	<u>(88,241)</u>	<u>(338,705)</u>
Net funds at 1 May 2001	48,170	386,875
Net debt at 31 March 2002	<u>(40,071)</u>	<u>48,170</u>

SOLUTIONS @ FISCAL INNOVATION LIMITED**CASH FLOW STATEMENT** *(continued)***PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002****ANALYSIS OF CHANGES IN NET DEBT**

	At 1 May 2001 £	Cash flows £	At 31 Mar 2002 £
Net cash:			
Cash in hand and at bank	48,170	(25,046)	23,124
Overdrafts	—	(63,195)	(63,195)
Net debt	<u>48,170</u>	<u>(88,241)</u>	<u>(40,071)</u>

SOLUTIONS @ FISCAL INNOVATION LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

1. ACCOUNTING POLICIES**Basis of accounting**

The financial statements have been prepared under the historical cost convention.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the period, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Computers - 33.3% straight line on cost

2. OPERATING PROFIT

Operating profit is stated after charging:

	Period to 31 Mar 02	Year to 30 Apr 01
	£	£
Depreciation	1,608	-
Auditors' remuneration		
- as auditors	<u>3,000</u>	<u>2,500</u>

3. PARTICULARS OF EMPLOYEES

No salaries or wages have been paid to employees, including the directors, during the period.

4. INTEREST PAYABLE AND SIMILAR CHARGES

	Period to 31 Mar 02	Year to 30 Apr 01
	£	£
Interest payable on bank borrowing	9,875	6,311
Other similar charges payable	89,499	118,018
	<u>99,374</u>	<u>124,329</u>

5. TAX ON PROFIT OR (LOSS) ON ORDINARY ACTIVITIES**Taxation**

	Period to 31 Mar 02	Year to 30 Apr 01
	£	£
Current tax:		
Corporation tax	-	-
Over/under provision in prior year	89	70
Total current tax	<u>89</u>	<u>70</u>
Tax on profit or (loss) on ordinary activities	<u>89</u>	<u>70</u>

SOLUTIONS @ FISCAL INNOVATION LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

6. TANGIBLE FIXED ASSETS

	Equipment £
COST	
Additions	9,298
At 31 March 2002	<u>9,298</u>
DEPRECIATION	
Charge for the period	1,608
At 31 March 2002	<u>1,608</u>
NET BOOK VALUE	
At 31 March 2002	<u>7,690</u>
At 30 April 2001	<u>—</u>

7. DEBTORS

	31 Mar 02 £	30 Apr 01 £
Trade debtors	4,199,237	2,010,467
Other debtors	25,000	—
Called up share capital not paid	1,000	—
Prepayments and accrued income	117,997	5,246
	<u>4,343,234</u>	<u>2,015,713</u>

8. CREDITORS: Amounts falling due within one year

	31 Mar 02 £	30 Apr 01 £
Bank loans and overdrafts	63,195	—
Trade creditors	2,983,456	1,746,344
Other creditors including taxation:		
VAT	225,905	33,008
Other creditors	750,000	—
	<u>4,022,556</u>	<u>1,779,352</u>
Accruals and deferred income	342,702	275,811
	<u>4,365,258</u>	<u>2,055,163</u>

SOLUTIONS @ FISCAL INNOVATION LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
PERIOD FROM 1 MAY 2001 TO 31 MARCH 2002

9. SHARE CAPITAL**Authorised share capital:**

	31 Mar 02	30 Apr 01
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted and called up:

	31 Mar 02	30 Apr 01
	No. £	No. £
Ordinary shares	<u>1,000 1,000</u>	<u>1,000 1,000</u>

The amounts of paid-up share capital for the following category of shares differed from the called-up share capital stated above due to unpaid calls and were as follows:

	31 Mar 02	30 Apr 01
	£	£
Ordinary shares	<u>—</u>	<u>—</u>

10. ULTIMATE CONTROLLING PARTY

The company is controlled by Baker Tilly (formerly HLB Kidsons), a partnership.