

Report of the Directors and
Unaudited Financial Statements for the year ended 30 November 2003
for
Accountax Consulting Limited



Accountax Consulting Limited

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for the year ended 30 November 2003**

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Accountax Consulting Limited

Company Information
for the year ended 30 November 2003

DIRECTORS: D E Smith
T Capes

SECRETARY: T Capes

REGISTERED OFFICE: 2nd Floor
92 Queensway
Bletchley
Milton Keynes
Buckinghamshire
MK2 2RU

REGISTERED NUMBER: 3842083 (England and Wales)

ACCOUNTANTS: Capes Gittins
Chartered Accountants
28 Mount Grace Road
Potters Bar
Hertfordshire
EN6 1RD

Accountax Consulting Limited

**Report of the Directors
for the year ended 30 November 2003**

The directors present their report with the financial statements of the company for the year ended 30 November 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of tax consultants.

DIVIDENDS

No interim dividend was paid during the year. The directors recommend a final dividend of £18,000 per share.

The total distribution of dividends for the year ended 30 November 2003 will be £36,000.

DIRECTORS

The directors during the year under review were:

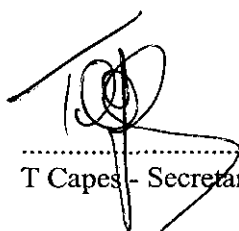
D E Smith
T Capes

The beneficial interests of the directors holding office on 30 November 2003 in the issued share capital of the company were as follows:

	30.11.03	1.12.02
Ordinary £1 shares		
D E Smith	1	1
T Capes	1	1

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:


.....
T Capes - Secretary

Date: 07.07.04

Accountax Consulting Limited

**Profit and Loss Account
for the year ended 30 November 2003**

		30.11.03	30.11.02
	Notes	£	£
TURNOVER		745,387	637,104
Cost of sales		49,388	106,006
GROSS PROFIT		695,999	531,098
Administrative expenses		516,436	335,027
		179,563	196,071
Other operating income		71,745	5,632
OPERATING PROFIT	2	251,308	201,703
Interest receivable and similar income		2,143	1,653
		253,451	203,356
Interest payable and similar charges		-	439
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		253,451	202,917
Tax on profit on ordinary activities	3	68,407	53,077
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		185,044	149,840
Dividends	4	36,000	141,444
		149,044	8,396
Retained profit brought forward		13,218	4,822
RETAINED PROFIT CARRIED FORWARD		£162,262	£13,218

The notes form part of these financial statements

Accountax Consulting Limited

Balance Sheet 30 November 2003

		30.11.03		30.11.02	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	5		72,000		-
Tangible assets	6		25,053		25,177
			<u>97,053</u>		<u>25,177</u>
CURRENT ASSETS:					
Debtors	7	29,474		101,963	
Cash at bank and in hand		275,869		132,666	
		<u>305,343</u>		<u>234,629</u>	
CREDITORS: Amounts falling due within one year	8	236,184		242,651	
		<u>236,184</u>		<u>242,651</u>	
NET CURRENT ASSETS/(LIABILITIES):			69,159		(8,022)
TOTAL ASSETS LESS CURRENT LIABILITIES:			166,212		17,155
PROVISIONS FOR LIABILITIES AND CHARGES:	9		3,948		3,935
			<u>£162,264</u>		<u>£13,220</u>
CAPITAL AND RESERVES:					
Called up share capital	10		2		2
Profit and loss account			162,262		13,218
SHAREHOLDERS' FUNDS:			<u>£162,264</u>		<u>£13,220</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 November 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

Accountax Consulting Limited

**Balance Sheet
30 November 2003**

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



.....
D E Smith - Director

Approved by the Board on 7/7/04

The notes form part of these financial statements

Accountax Consulting Limited

Notes to the Financial Statements for the year ended 30 November 2003

1. 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).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2003, is being written off evenly over its estimated useful life of five years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office equipment, fixtures & fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	30.11.03	30.11.02
	£	£
Depreciation - owned assets	8,351	8,392
Goodwill written off	18,000	-
	<u> </u>	<u> </u>
Directors' emoluments	-	-
	<u> </u>	<u> </u>

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	30.11.03	30.11.02
	£	£
Current tax:		
UK corporation tax	68,394	49,142
Deferred taxation	13	3,935
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	68,407	53,077
	<u> </u>	<u> </u>

Accountax Consulting Limited

**Notes to the Financial Statements
for the year ended 30 November 2003**

4. DIVIDENDS

	30.11.03	30.11.02
	£	£
Interim - ordinary shares	-	123,444
Final - ordinary shares	36,000	18,000
	<u>36,000</u>	<u>141,444</u>

5. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST:	
Additions	90,000
At 30 November 2003	<u>90,000</u>
AMORTISATION:	
Charge for year	18,000
At 30 November 2003	<u>18,000</u>
NET BOOK VALUE:	
At 30 November 2003	<u>72,000</u>

6. TANGIBLE FIXED ASSETS

	Office equipment, fixtures & fittings	Motor vehicles	Computer equipment	Totals
	£	£	£	£
COST:				
At 1 December 2002	15,182	7,500	13,091	35,773
Additions	5,252	-	2,975	8,227
At 30 November 2003	<u>20,434</u>	<u>7,500</u>	<u>16,066</u>	<u>44,000</u>
DEPRECIATION:				
At 1 December 2002	4,043	3,281	3,272	10,596
Charge for year	4,098	1,055	3,198	8,351
At 30 November 2003	<u>8,141</u>	<u>4,336</u>	<u>6,470</u>	<u>18,947</u>
NET BOOK VALUE:				
At 30 November 2003	<u>12,293</u>	<u>3,164</u>	<u>9,596</u>	<u>25,053</u>
At 30 November 2002	<u>11,139</u>	<u>4,219</u>	<u>9,819</u>	<u>25,177</u>

Accountax Consulting Limited

**Notes to the Financial Statements
for the year ended 30 November 2003**

**7. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.11.03	30.11.02
	£	£
Trade debtors	29,474	12,642
Directors' current account	-	89,321
	<u>29,474</u>	<u>101,963</u>

**8. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.11.03	30.11.02
	£	£
Trade creditors	17,124	15,266
Directors current accounts	2,868	-
Other creditors	114,829	144,479
Social security & other taxes	30,312	26,220
Taxation	68,394	49,581
Accrued expenses	2,657	7,105
	<u>236,184</u>	<u>242,651</u>

9. PROVISIONS FOR LIABILITIES AND CHARGES

	30.11.03	30.11.02
	£	£
Deferred tax	<u>3,948</u>	<u>3,935</u>

	Deferred tax £	
Balance at 1 December 2002	3,935	
Increase/(decrease) in year	<u>13</u>	
Balance at 30 November 2003	<u>3,948</u>	

Deferred tax provision	30.11.03	30.11.02
	£	£
Accelerated capital allowances	<u>3,948</u>	<u>3,935</u>
	<u>3,948</u>	<u>3,935</u>

Accountax Consulting Limited

Notes to the Financial Statements for the year ended 30 November 2003

10. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	30.11.03	30.11.02
		£1	£	£
1,000	Ordinary		<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	30.11.03	30.11.02
		£1	£	£
2	Ordinary		<u>2</u>	<u>2</u>

11. TRANSACTIONS WITH DIRECTORS

The following loans to directors subsisted during the year ended 30 November 2003:

	£
D E Smith	
Balance outstanding at start of year	44,660
Balance outstanding at end of year	-
Maximum balance outstanding during year	<u>44,660</u>

T Capes	
Balance outstanding at start of year	44,661
Balance outstanding at end of year	-
Maximum balance outstanding during year	<u>44,661</u>

12. RELATED PARTY DISCLOSURES

Accountancy fees of £2,000 (2002- £2,000) were paid to Capes Gittins, a business controlled by Mr T Capes, a director of the company.

Management fees of £59,000 (2002 - £Nil) were paid to Accountax Consulting, a business controlled by Mr D Smith, a director of the company. During the year, the company acquired the Goodwill of Accountax Consulting for £90,000.

During the year, Accountax Marketing Limited, another company controlled by the directors, Mr D Smith and Mr T Capes, provided marketing services to the value of £Nil (2002 - £88,500).

Management fees of £71,745 (2002 - £5,632) were received from Accountax UK Limited, a company jointly controlled by Mr D Smith and Mr T Capes.

The company conducts its business from 3 Wellington Place, Bletchley, MK3 5NA, a property jointly owned by Mr D Smith & Mr T Capes and their respective spouses. During the year, rent of £24,000 (2002 - £16,000) was paid by the company.

Consultancy fees of £14,309 (2002- £5,369) were paid during the year to CES Solutions Limited, a company controlled by Mr D Smith's spouse.

Accountax Consulting Limited

**Notes to the Financial Statements
for the year ended 30 November 2003**

13. CONTROLLING PARTY

The company was jointly controlled by Mr D E Smith and Mr T Capes throughout the current and previous period.