

Company registration number 03876999

CASECT LIMITED

Unaudited Financial Statements

For the year ended 30 November 2004



CASECT LIMITED

Financial statements for the year ended 30 November 2004

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CASECT LIMITED
Directors, officers and advisers

Directors

SL Collins
CD DesForges
A Manz
M Frye
S Oakland
C Nichol

Secretary and registered office

A Paterson
21 Wilson Street
London
EC2M 2TD

Registered number

03876999

CASECT LIMITED

Directors' report for the year ended 30 November 2004

The directors present their report and the financial statements of the company for the year ended 30 November 2004.

Principal activity

The principal activity of the company is the development of miniaturised gas detection systems..

Post balance sheet events

The company intends to raise further equity finance during 2005 and has commenced discussions with potential directors.

Directors

The directors who served during the year were:

SL Collins
CD DesForges
A Manz
M Frye
A Legge (resigned 23 February 2004)
S Oakland
C Nichol (appointed 23 February 2004)

On 19 September 2003 CD DesForges was granted options over 10,000 ordinary shares of 0.10p each at an exercise price of £6.50 per share. This option is exercisable after 1 October 2003. No options have been exercised to date.

Directors' interests

The beneficial interests of the directors and their families in the share capital of the company were as follows:

	Ordinary shares of 0.1pence each	
	<u>30 November 2004</u>	<u>1 December 2003</u>
SL Collins	10,000	10,000
CD DesForges	-	-
A Manz	40,000	40,000
M Frye	44,667	44,667
A Legge	-	-
S Oakland	-	-
C Nichol	-	-

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

Signed on behalf of the board



CD DESFORGES
Director

Approved by the Board on 3 February 2006.

CASECT LIMITED

Profit and loss account for the year ended 30 November 2004

	<u>Notes</u>	<u>2004</u> £	<u>2003</u> £
Turnover	2	132,335	-
Cost of sales		<u>95,338</u>	<u>-</u>
Gross profit		<u>36,997</u>	<u>-</u>
Administrative expenses		<u>141,684</u>	<u>126,447</u>
		<u>141,684</u>	<u>126,447</u>
Operating loss		<u>(104,687)</u>	<u>(126,447)</u>
Other interest receivable and similar income		<u>2,802</u>	<u>329</u>
Loss on ordinary activities before taxation		<u>(101,885)</u>	<u>(126,118)</u>
Taxation on loss on ordinary activities	4	<u>-</u>	<u>-</u>
Loss for the financial year		<u><u>(101,885)</u></u>	<u><u>(126,118)</u></u>

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

CASECT LIMITED

Balance sheet at 30 November 2004

	<i>Notes</i>	<u>2004</u> £	<u>2003</u> £
Current assets			
Debtors	5	55,212	22,552
Cash at bank and in hand		98,317	283,766
		<u>153,529</u>	<u>306,318</u>
Creditors: amounts falling due within one year	6	<u>(15,491)</u>	<u>(66,395)</u>
Net current assets		<u>138,038</u>	<u>239,923</u>
Total assets less current liabilities		<u>138,038</u>	<u>239,923</u>
Creditors: amounts falling due after more than one year	7	<u>(82,802)</u>	<u>(82,802)</u>
		<u>55,236</u>	<u>157,121</u>
Capital and reserves			
Called up share capital	8	202	202
Share premium account	9	581,928	581,928
Deficit on profit and loss account	9	(526,894)	(425,009)
Shareholders' funds		<u>55,236</u>	<u>157,121</u>

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 (effective June 2002).

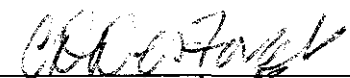
The directors are of the opinion that the company is entitled to the exemptions from audit conferred by section 249A(1) of the Companies Act 1985 for the year ended 30 November 2004.

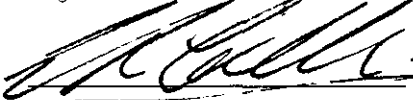
The directors confirm that no member or members have requested an audit pursuant to subsection 2 of section 249B of the Companies Act 1985.

The directors are responsible for:-

- ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- preparing accounts which give a true and fair view of the state of affairs of the company as at 30 November 2004 and of its results for the year then ended in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

Approved by the board of directors on 3 February 2006 and signed on its behalf.


CD DESFORGES - Director


SL COLLINS - Director

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

CASECT LIMITED

Notes to the financial statements for the year ended 30 November 2004

1 Accounting policies

a) Basis of accounting

The financial statements are prepared on the historical cost basis of accounting and have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The company has taken advantage of the exemption, conferred by Financial Reporting Standard 1, from presenting a cash flow statement as it qualifies as a small company.

2 Turnover

The turnover and loss before taxation is attributable to the one principal activity of the company.

3 Directors' emoluments

	<u>2004</u> £	<u>2003</u> £
Emoluments	<u>15,000</u>	<u>1,469</u>

4 Tax on profit on ordinary activities

Unrelieved tax losses of approximately £372,000 (2003 - £270,000) are available for carry forward to offset against future trading profits.

5 Debtors

	<u>2004</u> £	<u>2003</u> £
Trade debtors	37,800	-
Other debtors	<u>17,412</u>	<u>22,552</u>
	<u>55,212</u>	<u>22,552</u>

6 Creditors: amounts falling due within one year

	<u>2004</u> £	<u>2003</u> £
Other creditors	<u>15,491</u>	<u>66,395</u>

7 Creditors: amounts falling due after more than one year

	<u>2004</u> £	<u>2003</u> £
Other creditors	<u>82,802</u>	<u>82,802</u>

CASECT LIMITED

Notes to the financial statements for the year ended 30 November 2004 (continued)

8 Called-up share capital

	<u>2004</u> £	<u>2003</u> £
Authorised		
Equity shares:		
Ordinary shares of 0.1pence each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
Equity shares:		
Ordinary shares of 0.1pence each	<u>202</u>	<u>202</u>

9 Reserves

	<i>Share premium account</i> £	<i>Profit and loss account</i> £
At 1 December 2003	581,928	(425,009)
Loss for the year	-	(101,885)
At 30 November 2004	<u>581,928</u>	<u>(526,894)</u>

CASECT LIMITED
Profit and loss account
for the year ended 30 November 2004

	<u>2004</u> £	<u>2003</u> £
Sales	132,335	-
Cost of sales		
Development costs	95,338	-
	<u>95,338</u>	<u>-</u>
	95,338	-
Gross profit	36,997	-
Deduct: Expenses		
Insurance	480	-
Directors fees	15,000	1,469
Research programme costs - IC Innovations	-	653
Patent costs	15,730	(101)
Consultancy	124,477	124,376
Sundry expenses	440	77
Bank charges and interest	123	55
Accountancy charges	330	(82)
Legal & professional charges	(14,896)	-
	<u>141,684</u>	<u>126,447</u>
	(104,687)	(126,447)
Other income		
Interest receivable	2,802	329
Net loss before taxation	<u>(101,885)</u>	<u>(126,118)</u>