

COMPANY REGISTRATION NUMBER 03935235

WEBBENEFIT LTD
FINANCIAL STATEMENTS
31ST JANUARY 2004



WEBBENEFIT LTD
FINANCIAL STATEMENTS
YEAR ENDED 31ST JANUARY 2004

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WEBBENEFIT LTD
THE DIRECTORS' REPORT
YEAR ENDED 31ST JANUARY 2004

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31st January 2004.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was multimedia and computer related services.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

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

	Ordinary Shares of £1 each	
	At	At
	31 January 2004	1 February 2003
Mr A Allen	1	1
Mr I Kolodotschko	<u>1</u>	<u>1</u>

SMALL COMPANY PROVISIONS

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

Registered office:
 Elta house
 Birmingham Road
 Stratford upon Avon
 Warwickshire
 CV37 0AQ

Signed by order of the directors



MR ANDREW FRANCIS ALLEN
 Company Secretary

Approved by the directors on 18th October 2004

WEBBENEFIT LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST JANUARY 2004

	Note	2004 £	2003 £
TURNOVER		143,781	112,919
Cost of sales		<u>41,793</u>	<u>38,143</u>
GROSS PROFIT		101,988	74,776
Administrative expenses		<u>122,462</u>	<u>54,519</u>
OPERATING (LOSS)/PROFIT	2	(20,474)	20,257
Interest payable		<u>385</u>	<u>995</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(20,859)	19,262
Tax on (loss)/profit on ordinary activities	3	<u>(1,800)</u>	<u>1,800</u>
(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR		(19,059)	17,462
Balance brought forward		<u>19,785</u>	<u>2,323</u>
Balance carried forward		<u><u>726</u></u>	<u><u>19,785</u></u>

WEBBENEFIT LTD
BALANCE SHEET
31ST JANUARY 2004

	Note	2004 £	£	2003 £	£
FIXED ASSETS					
Tangible assets	4		1,537		1,252
CURRENT ASSETS					
Debtors	5	64,453		61,168	
Cash at bank and in hand		534		1,643	
		<u>64,987</u>		<u>62,811</u>	
CREDITORS: Amounts falling due within one year	6	<u>65,796</u>		<u>44,276</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(809)</u>		<u>18,535</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>728</u>		<u>19,787</u>
CAPITAL AND RESERVES					
Called-up equity share capital	8		2		2
Profit and loss account			<u>726</u>		<u>19,785</u>
SHAREHOLDERS' FUNDS			<u>728</u>		<u>19,787</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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

These financial statements were approved by the directors on the 18th October 2004 and are signed on their behalf by:


MR A ALLEN


MR I KOLODOTSCHKO

The notes on pages 4 to 6 form part of these financial statements.

WEBBENEFIT LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JANUARY 2004

1. ACCOUNTING POLICIES**Basis of accounting**

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

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

Fixed assets

All fixed assets are initially recorded at cost.

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:

Plant & Machinery - 25% Reducing Balance Basis

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	2004 £	2003 £
Directors' emoluments	—	—
Depreciation of owned fixed assets	<u>512</u>	<u>418</u>

3. TAXATION ON ORDINARY ACTIVITIES

	2004 £	2003 £
Current tax:		
UK Corporation tax based on the results for the year at —% (2003 - 10%)	<u>(1,800)</u>	1,800
Total current tax	<u>(1,800)</u>	<u>1,800</u>

WEBBENEFIT LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JANUARY 2004

4. TANGIBLE FIXED ASSETS

	Plant & Machinery £
COST	
At 1st February 2003	3,330
Additions	<u>797</u>
At 31st January 2004	<u>4,127</u>
DEPRECIATION	
At 1st February 2003	2,078
Charge for the year	<u>512</u>
At 31st January 2004	<u>2,590</u>
NET BOOK VALUE	
At 31st January 2004	<u>1,537</u>
At 31st January 2003	<u>1,252</u>

5. DEBTORS

	2004 £	2003 £
Trade debtors	26,738	55,698
Other debtors	27,020	5,470
Directors current accounts	<u>10,695</u>	<u>—</u>
	<u>64,453</u>	<u>61,168</u>

6. CREDITORS: Amounts falling due within one year

	2004 £	2003 £
Bank loans and overdrafts	4,915	—
Trade creditors	22,908	5,577
Other creditors including taxation and social security:		
Corporation tax	58	2,058
PAYE and social security	20,717	8,923
VAT	16,198	6,229
Directors current accounts	—	2,300
Accruals and deferred income	<u>1,000</u>	<u>19,189</u>
	<u>37,973</u>	<u>38,699</u>
	<u>65,796</u>	<u>44,276</u>

WEBBENEFIT LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST JANUARY 2004

7. RELATED PARTY TRANSACTIONS

The company was under the control of Mr Allen throughout the current and previous year. Mr Allen is a director and shareholder.

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

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

	2004	2003
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

WEBBENEFIT LTD
MANAGEMENT INFORMATION
YEAR ENDED 31ST JANUARY 2004

The following pages do not form part of the statutory financial statements.

WEBBENEFIT LTD
DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST JANUARY 2004

	2004 £	2003 £
TURNOVER	143,781	112,919
Purchases	<u>41,793</u>	<u>38,143</u>
GROSS PROFIT	101,988	74,776
OVERHEADS		
Administrative expenses	<u>122,462</u>	<u>54,519</u>
OPERATING (LOSS)/PROFIT	(20,474)	20,257
Bank interest payable	<u>(385)</u>	<u>(995)</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES	<u>(20,859)</u>	<u>19,262</u>

WEBBENEFIT LTD
NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST JANUARY 2004

	2004		2003	
	£	£	£	£
ADMINISTRATIVE EXPENSES				
Personnel costs				
Wages and salaries	76,351		37,652	
Staff national insurance contributions	<u>5,786</u>		<u>1,932</u>	
		82,137		39,584
Establishment expenses				
Rent	1,800		2,400	
Insurance	1,188		1,975	
Repairs and maintenance (allowable)	<u>-</u>		<u>51</u>	
		2,988		4,426
General expenses				
Motor expenses	1,857		4,800	
Telephone	411		1,565	
Stationery and postage	484		650	
Sundry expenses	405		16	
Advertising	588		600	
Accountancy fees	1,000		1,500	
Depreciation of plant and machinery	<u>512</u>		<u>418</u>	
		5,257		9,549
Financial costs				
Bad debts written off	29,610		-	
Bank charges	<u>2,470</u>		<u>960</u>	
		32,080		960
		<u>122,462</u>		<u>54,519</u>