

4C ASSOCIATES LIMITED
ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2001

Registered Number: 4018096

Registered Office: 92-94 King Street, London W6 0QW



4C ASSOCIATES LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report with the accounts of the company for the year ended 30th June 2001

Principal activity

The principal activity of the company in the year under review was the matching of buyers with sellers of professional services.

Directors

The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	<u>Number of Shares</u>
Mr E. Ainsworth	32,500
Mr P. Marson	32,500

Directors' responsibilities

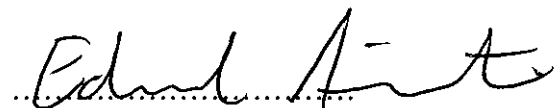
Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing those accounts, the directors are required to:

- Select suitable accounting policies and than apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- Prepare the accounts 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 accounts comply with the Companies Act 1985. They 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.

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 of directors:

A handwritten signature in dark ink, appearing to read 'E. Ainsworth', written over a dotted line.

E. Ainsworth
Director

Approved by the board on: 5th March 2002

4C ASSOCIATES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 2001

	<u>Notes</u>	2000/01 £
Turnover	2	12,631
Administrative expenses		<u>328,569</u>
Operating loss	3	(315,938)
Interest receivable		2,182
Interest payable		(1,041)
Loss on ordinary activities before taxation		(314,797)
Taxation	4	-
Retained loss for the financial year		(314,797)
 Retained loss at 30th June 2001		 (314,797)

Continuing operations

All the company's activities in the above financial year derived from continuing operations

Total recognised gains and losses

The company has no recognised gains or losses other than the profit or loss for the period.


4C ASSOCIATES LIMITED
BALANCE SHEET
AS AT 30TH JUNE 2001

	<u>Notes</u>	<u>2001</u> £
Fixed assets		
Tangible assets	5	28,938
Intangible assets	6	<u>15,000</u>
Total Fixed Assets		43,938
Current assets		
Debtors	7	23,704
Cash at bank and in hand		<u>124,895</u>
		148,599
Creditors: amounts falling due within one year	8	(63,458)
Net current assets		85,141
Creditors: amounts falling due beyond one year	9	(13,226)
Net assets		<u>115,853</u>
 Capital and reserves		
Called up share capital	10	758
Share Premium Account		429,892
Profit and loss account		(314,797)
Shareholders' funds	11	<u>115,853</u>

For the financial year ended 30th June 2001, the company was entitled to exemption from audit under section 249(1) of the Companies Act 1985 and no notice has been deposited under section 249B(2). The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the 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 Companies Act 1985, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities.

Signed on behalf of the board of directors:

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E. Ainsworth
Director

Approved by the board on: 5th March 2002.

4C ASSOCIATES LIMITED
NOTES TO THE ACCOUNTS – FOR THE YEAR ENDED 30TH JUNE 2001

1. Accounting Policies

Basis of accounting

The accounts have been prepared under the historical cost convention and are in accordance with the Financial Reporting Standard for Smaller Entities.

Cash Flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'.

Turnover

Turnover represents amounts invoiced to customers, except in the case of longer term contracts where turnover represents the value of work carried out during the period.

Tangible fixed assets

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

Plant and machinery - 25% of the cost per annum

Office equipment – 25% of the cost per annum

Intangible fixed assets

Intangible fixed assets are amortised over two years

2. Turnover

Thirty four percent of the Company's turnover was attributable to markets outside the UK.

3. Operating loss

The operating loss is stated after charging:

	<u>2001</u>
	£
Depreciation of tangible fixed assets	3,095

	£
Amortisation of intangible fixed assets	3,000
Directors' emoluments	11,800
Interest on finance lease	1,032

4. Taxation

In view of the loss in the year, there is no corporation tax charge in 2001

5. Tangible fixed assets

	<u>Office Equipment</u> £	<u>Plant and Machinery</u> £
<u>Cost</u>		
At 1 st July 2000	-	-
Additions	31,438	595
Disposals	-	-
At 30 th June 2001	<u>31,438</u>	<u>595</u>
<u>Depreciation</u>		
At 1 st July 2000	-	-
On disposals	-	-
Charge for year	3,020	75
At 30 th June 2001	<u>3,020</u>	<u>75</u>
<u>Net book value</u>		
At 30 th June 2001	<u>28,418</u>	<u>520</u>

6. Intangible fixed assets

Intangible fixed assets represent the purchase of some of the intellectual property, including databases and trade information, of e-countries in March 2001 for a consideration of £18,000. These assets are being amortised over 2 years.

7. Debtors

	£
Trade Debtors	11,237
Prepayments	7,022
VAT Recoverable	5,445

8. Creditors: amounts falling due within one year

	£
Trade Creditors	35,510
Other Creditors	16,289
Finance Leases	6,910
Taxation and N.I.	4,749

9. Finance Leases

Fixed assets to the value of £24,318 have been purchased under finance leases. These assets have been capitalised and depreciated in accordance with accounting policy. Lease payments in the year totaled £5,214, of which the implied interest charge was £1,032. Lease payments due within one year are £10,310, of which the capital element is £6,910 and the interest £3,400. Lease payments due in 2 to 5 years are £15,704, of which the capital element is £13,226 and the interest £2,478.

10. Called up share capital

	<u>2001</u>
Authorised	£
Ordinary shares of £0.01p each	10,000
Allotted, called up and fully paid	
Ordinary shares of £0.01p each	758

11. Shareholders' funds

Reconciliation of movements on shareholders' funds

Issue of Ordinary Shares	758
Premium on Share Issue	429,892
Loss for the year	(314,797)
Shareholders' funds at 30 th June 2001	115,853

12. Related party transactions

Fixed assets to the value of £11,162 have been purchased under finance leases that have been personally guaranteed by the directors.

Prepared by A. Marson BA FCMA.