

PROFOX SYSTEMS LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2004
COMPANY NO: 4094934

C.B. Mandry A.T.I.I.
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Bognor Regis
West Sussex
PO21 1JY



PROFOX SYSTEMS LIMITED
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FOR THE YEAR ENDED 31ST OCTOBER 2004

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PROFOX SYSTEMS LIMITED

DIRECTORS' REPORT

The Director's submit their report together with the accounts of the Company for the year ended 31st October 2004.

Results and Dividends

The trading profit for the year amounted to £27,672 before taxation. (Last year profit £7,080). The Company declared a dividend of £17,500 during the year.

Principal Activities

The principal activity of the Company during the year was that of Computer Software Development and Consultancy. The Director's consider the Company's affairs to be in a satisfactory state.

Fixed Assets

Details of the fixed assets during the year are summarised in the notes to the accounts.

Future Developments

The Director's are anticipating that there will be an increase in business activity in the Company in the coming year.

Director and his Interests

The Director who served the Company throughout the period and his interests in the share capital of the Company at the beginning and end of the year were as follows:-

	<u>ORDINARY £1 SHARES</u>	
	<u>31.10.03</u>	<u>31.10.04</u>
J. King, Esq	<u>1</u>	<u>1</u>

P. Westropp was appointed a Director of the Company on 25th October 2004.

Small Company Rules

Advantage has been taken in the preparation of this report of the special exemptions applicable to small Companies.

Auditors

In view of the exemptions conferred by subsection 2, section 249A, Companies Act 1985, an audit was not required for these financial statements.

PROFOX SYSTEMS LIMITED

DIRECTOR'S REPORT

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The Director's are obliged under Company Law to prepare financial statements for each financial year.

The financial statements have been prepared by the Directors on the going concern basis, using suitable accounting policies consistently applied, supported by reasonable and prudent judgement and estimates.

Applicable accounting standards have been followed.

The Director's are satisfied that adequate accounting records have been maintained in order to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

The Director's are satisfied that the financial statements give a true and fair view of the state of the Company's affairs as at 31st October 2004 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small Companies.

BY ORDER OF THE BOARD

 Secretary
Mrs L. Colvin

1, Sidlaw Terrace
Clarence Road
Bognor Regis
West Sussex
PO21 1JY

 Date

PROFOX SYSTEMS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST OCTOBER 2004

	<u>Notes</u>		<u>2003</u>
		<u>£</u>	<u>£</u>
TURNOVER	2	54,354	20,950
ADMINISTRATIVE EXPENSES	3	<u>26,682</u>	<u>14,057</u>
OPERATING PROFIT		27,672	6,893
Interest Receivable	4	<u>-</u>	<u>187</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		27,672	7,080
Taxation	5	<u>4,562</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR		23,110	7,080
Dividends		<u>17,500</u>	<u>7,000</u>
		5,610	80
Retained Profit/Loss Brought Forward		<u>(119)</u>	<u>(199)</u>
Retained Profit/Loss Carried Forward		<u>5,491</u>	<u>(119)</u>

There were no recognised gains and losses in the period other than the profit for the year. There were no acquired or discontinued activities during the year.

The notes on pages 6 to 8 form part of these accounts

PROFOX SYSTEMS LIMITED
BALANCE SHEET AS AT 31ST OCTOBER 2004

	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>2003</u> <u>£</u>
<u>FIXED ASSETS</u>	6		1,931	1,183
<u>CURRENT ASSETS</u>				
Debtors and Prepayments	7	22,924		-
Cash at Bank		<u>6,922</u>		-
		29,846		-
<u>CREDITORS</u> Amounts falling due within one year	8	<u>13,278</u>		<u>950</u>
<u>NET CURRENT LIABILITIES OVER CURRENT ASSETS</u>			<u>16,568</u>	<u>(950)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			18,499	233
<u>CREDITORS</u> Amounts falling due after more than one year	9		<u>13,007</u>	<u>351</u>
			<u>5,492</u>	<u>(118)</u>
<u>FINANCED BY:-</u>				
<u>Capital and Reserves</u>				
Called up Share Capital	10		1	1
Retained Profit/Loss Carried Forward			<u>5,491</u>	<u>(119)</u>
			<u>5,492</u>	<u>(118)</u>

The Director's have:-

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249 A (1).
- b) confirmed that no notice has been deposited under Section 249 (B) of the Companies Act 1985.
- c) acknowledged their responsibilities for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- d) acknowledged their responsibilities for preparing accounts which give a true and fair view of the Company and of its profit 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 this Company.

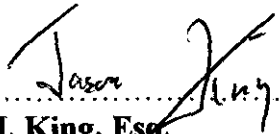
Balance Sheet continued overleaf..

PROFOX SYSTEMS LIMITED
BALANCE SHEET AS AT 31ST OCTOBER 2004
CONTINUED

The Director's have:-

- e. i)taken advantage of the exemptions conferred by Part 111 of Schedule 8 of the Companies Act 1985.
- ii) in their opinion the Company is entitles to those exemptions on the basis that it qualifies as a small Company.

The financial statements were approved on the 24th February 2005.


..... Director
J. King, Esq.

The notes on pages 6 to 8 form part of these accounts.

PROFOX SYSTEMS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST OCTOBER 2004

1. **ACCOUNTING POLICIES**
ACCOUNTING CONVENTION

The financial statements have been prepared under the Historical Cost Convention and in accordance with applicable accounting standards.

DEPRECIATION

Depreciation is provided on all tangible fixed assets at rates, calculated to write off the cost of each asset over its expected useful life as follows:-

Equipment	15%	Reduced Balance
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2. **TURNOVER**

Turnover represents the invoiced amount of goods sold and services provided net of value added tax

3. **OPERATING PROFIT**

This is stated after charging or crediting:-

	<u>2004</u>	<u>2003</u>
	<u>£</u>	<u>£</u>
Directors Remuneration and Company National Insurance	13,118	7,274
Accountancy Fees and Book Keeping Fees	1,258	908
Depreciation	<u>341</u>	<u>208</u>
	<u>14,717</u>	<u>8,390</u>

4. **INTEREST RECEIVABLE**

There was no bank deposit interest received during the year.

5. **TAXATION**

Corporation Tax has been reserved at the small companies rate.

PROFOX SYSTEMS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST OCTOBER 2004

CONTINUED:

6. TANGIBLE FIXED ASSETS

Equipment
£

COSTS

At cost to date	1,925
Additions	1,089
Disposals	-
	<u>3,014</u>

DEPRECIATION

As at 31 st October 2003	742
Charge for the year	341
Withdrawn on Disposal	-
	<u>1,083</u>

NET BOOK VALUE

As at 31 st October 2003	<u>1,183</u>
As at 31 st October 2004	<u>1,931</u>

7. DEBTORS AND PREPAYMENTS

	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
Trade Debtors	22,924	-
Prepayments	-	-
	<u>22,924</u>	<u>-</u>

8. CREDITORS Amounts falling due within one year

Trade Creditors	75	-
Taxation and Social Security	11,953	-
Other Creditors and Accruals	<u>1,250</u>	<u>950</u>
	<u>13,278</u>	<u>950</u>

PROFOX SYSTEMS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST OCTOBER 2004

CONTINUED:

	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
9. <u>CREDITORS</u> amounts falling due after more than one year.		
Directors Loan Account	<u>13,007</u>	<u>351</u>
10. <u>CALLED UP SHARE CAPITAL</u>		
<u>AUTHORISED SHARE CAPITAL</u>		
1,000 Ordinary shares	<u>1,000</u>	<u>1,000</u>
<u>ISSUED AND FULLY PAID</u>		
1 Ordinary £1 share	<u>1</u>	<u>1</u>

PROFOX SYSTEMS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE
YEAR ENDED 31ST OCTOBER 2004

	<u>£</u>	<u>£</u>	<u>2003</u> <u>£</u>
<u>FEES</u>		54,354	20,950
Less: Cost of Sales		<u>1,012</u>	<u>3,051</u>
		53,342	17,899
Add: Interest Received		<u>-</u>	<u>187</u>
		53,342	18,086
Less: ADMINISTRATIVE EXPENSES			
Director's Remuneration and Company National Insurance	13,118		7,274
Wages and National Insurance	7,178		-
Hotel, Travel and Subsistence	1,599		402
Use of Home as Office	364		182
Motor Running Expenses	836		1,134
Printing, Stationery and Software	294		170
Telephone	624		668
Bank Charges	-		45
Accountancy and Book-keeping Fees	1,258		908
General Expenses	58		15
Depreciation	<u>341</u>		<u>208</u>
		<u>25,670</u>	<u>11,006</u>
Net Profit for the Year		27,672	7,080
Less: Dividend	17,500		7,000
Taxation	<u>4,562</u>	<u>22,062</u>	<u>-</u>
Retained Profit on Ordinary Activities Carried Forward		<u>5,610</u>	<u>80</u>