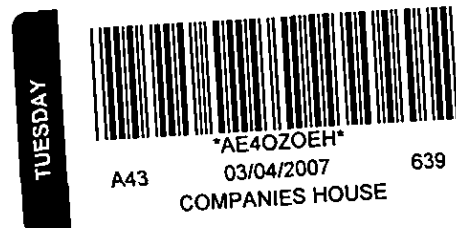


PROFOX SYSTEMS LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2006
COMPANY NO. 4094934

C B Mandry, A T I I
1, Sidlaw Terrace,
Clarence Road,
Bognor Regis,
West Sussex,
PO21 1JY



PROFOX SYSTEMS LIMITED
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FOR THE YEAR ENDED 31ST OCTOBER 2006

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PROFOX SYSTEMS LIMITED
DIRECTORS' REPORT

The Director submits his report together with the accounts of the Company for the year ended 31st October 2006

Results and Dividends

The trading profit for the year amounted to £22,536 before taxation (Last year profit £31,115) The Company declared dividends of £21,978 during the year

Principal Activities

The principal activity of the Company during the year was that of computer software development and consultancy The Director considers 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 does not anticipate an increase in business activity in the Company in the coming year

Director and his interest

The Director who served the Company during 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 05</u>	<u>31 10 06</u>
J King, Esq	50	99
P Westropp (resigned 27 th January 2006)	<u>49</u>	<u>-</u>
	<u>99</u>	<u>99</u>

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 sub section 2, section 249A, Companies Act 1985, an audit was not required for these financial statements

PROFOX SYSTEMS LIMITED
DIRECTORS' REPORT
STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Director is obliged under Company Law to prepare financial statements for each financial year


The financial statements have been prepared by the Director 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 is 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

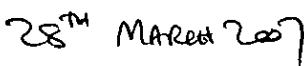
The Director is satisfied that the financial statements give a true and fair view of the state of the Company's affairs as at 31st October 2006 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies

BY ORDER OF THE BOARD


Mrs L Colvin

Secretary

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 2006

	<u>Notes</u>	<u>£</u>	<u>2005</u> <u>£</u>
TURNOVER	2	82,485	124,361
ADMINISTRATIVE EXPENSES	3	<u>60,212</u>	<u>93,512</u>
OPERATING PROFIT		22,273	30,849
Other Income	4	<u>263</u>	<u>266</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		22,536	31,115
Taxation	5	<u>4,128</u>	<u>5,489</u>
PROFIT FOR THE FINANCIAL YEAR		18,408	25,626
Dividends		<u>21,978</u>	<u>25,438</u>
		(3,570)	188
Retained Profit/Loss Brought Forward		<u>5,679</u>	<u>5,491</u>
Retained Profit/Loss Carried Forward		<u>2,109</u>	<u>5,679</u>

There are 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 2006

	Notes	£	£	2005 £
<u>FIXED ASSETS</u>	6		1,396	1,642
<u>CURRENT ASSETS</u>				
Debtors and Prepayments	7	10,614		6,198
Cash at Bank		<u>5,796</u>		<u>14,755</u>
		16,410		20,953
<u>CREDITORS: amounts falling</u>				
Due within one year	8	<u>11,659</u>		<u>13,831</u>
<u>NET CURRENT ASSETS OVER</u>				
<u>CURRENT LIABILITIES</u>			<u>4,751</u>	<u>7,122</u>
<u>TOTAL ASSETS LESS</u>				
<u>CURRENT LIABILITIES</u>			6,147	8,764
<u>CREDITORS: amounts falling</u>				
Due after more than one year	9		<u>3,939</u>	<u>2,986</u>
			<u>2,208</u>	<u>5,778</u>
<u>FINANCED BY:-</u>				
<u>Capital and Reserves</u>				
Called Up Share Capital	10		99	99
Retained Profit/Loss carried forward			<u>2,109</u>	<u>5,679</u>
			<u>2,208</u>	<u>5,778</u>

The Director has -

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under section 249A(1),
- b) confirmed that no notice has been deposited under section 249(B) of the Companies Act 1985,
- c) acknowledge his responsibilities for ensuring that the Company keeps accounting records which comply with section 221 of the Companies Act 1985,
- d) acknowledged his 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 2006
CONTINUED

The Director has -

- e) i) taken advantage of the exemptions conferred by part III of schedule 8 of the Companies Act 1985,
- ii) in his opinion the Company is entitled to those exemptions on the basis that it qualifies as a small company

The financial statements were approved on the 12th January 2007


J King, Esq

Director

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 2006

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

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>2006</u>	<u>2005</u>
	£	£
Directors remuneration and Company National Insurance	41,791	67,744
Accountancy and book keeping fees	2,179	1,658
Depreciation	<u>246</u>	<u>289</u>
	<u>44,216</u>	<u>69,691</u>

4) OTHER INCOME

The Company received an on-line filing incentive payment and interest supplement from the Inland Revenue 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 2006
CONTINUED

10) **CALLED UP SHARE CAPITAL**
Authorised Share Capital

1,000 Ordinary Shares	<u>1,000</u>	<u>1,000</u>
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Issued and Fully Paid

1 Ordinary £1 Share	<u>99</u>	<u>99</u>
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PROFOX SYSTEMS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE
YEAR ENDED 31ST OCTOBER 2006

	<u>£</u>	<u>£</u>	<u>2005</u> <u>£</u>
<u>FEES</u>		82,485	124,361
<u>Less:</u> Cost of Sales		<u>-</u>	<u>-</u>
		82,485	124,361
<u>Add:</u> Other Income		<u>263</u>	<u>266</u>
		82,748	124,627
<u>Less:</u> ADMINISTRATIVE EXPENSES			
Director's remuneration and Company national insurance	41,791		67 744
Hotel, Travel and Subsistence	1,133		2,669
Use of Home as Office	468		468
Motor Travelling Expenses	2,379		11,214
Printing, Stationery and Software	390		498
Telephone	728		832
Bank Charges	93		92
VAT Payments – Flat Rate Scheme	10,723		7,965
Accountancy and Book-keeping Fees	2,179		1,652
General Expenses	82		89
Depreciation	<u>246</u>		<u>289</u>
		60 212	93 512
<u>NET PROFIT FOR THE YEAR</u>		<u>22 536</u>	<u>31 115</u>