

Registration number: 4273003

# Quorum Technologies Limited

Directors' Report and Financial Statements

for the 14 months ended 31 December 2009



# **Quorum Technologies Limited**

## **Company information**

**Directors** Mr D E Cicurel (Chairman)  
Mr R Kenhard (Managing Director)  
Mr D Barnbrook  
Mr K D Breen  
Mr R L Cohen  
Mr R Hennig  
Mr P Missing  
Mr R Morrison  
Mr M Wombwell

**Secretary** Mr R L Cohen

**Company number** 4273003

**Registered Office** Unit 19, Charlwoods Road  
East Grinstead  
West Sussex  
RH19 2HL

**Auditor** Grant Thornton UK LLP  
Statutory Auditor  
Chartered Accountants  
Regent House  
80 Regent Road  
Leicester  
LE1 7NH

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# **Quorum Technologies Limited**

## **Contents**

<b>Directors' report</b>	<b>1</b>
<b>Independent auditor's report</b>	<b>3</b>
<b>Profit and loss account</b>	<b>5</b>
<b>Balance sheet</b>	<b>6</b>
<b>Statement of accounting policies</b>	<b>7 to 8</b>
<b>Notes to the financial statements</b>	<b>9 to 14</b>

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# **Quorum Technologies Limited**

## **Directors' report for the period ended 31 December 2009**

The directors present their report and the financial statements for the 14 months ended 31 December 2009

### **Principal activity and business review**

The principal activity of the company in the period continued to be that of the design, manufacture and distribution of instruments that prepare samples for examination under electron microscopes. The profit and loss account is set out on page 5 and shows the profit for the period. The company's performance in the period remained satisfactory.

### **Directors and their interests**

The directors who served during the period are as stated below

Mr D E Cicurel	Appointed 9 June 2009
Mr R Kenhard	
Mr D Barnbrook	Appointed 9 June 2009
Mr R L Cohen	Appointed 9 June 2009
Mr R Hennig	Appointed 1 July 2009
Mr P Missing	
Mr R Morrison	
Mr M Wombwell	

Mr K D Breen was appointed to the board on 1 March 2010

### **Statement of directors' responsibilities**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. Under that law the directors have elected to prepare financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

In so far as each of the directors is aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

# **Quorum Technologies Limited**

## **Directors' report for the period ended 31 December 2009**

### **Financial risk management objectives and policies**

The company uses financial instruments, other than derivatives, comprising borrowings, cash and other liquid resources and various other items such as trade debtors and creditors that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the company's operations. The main risks arising from the company's financial instruments relate to interest rates, liquidity, credit and foreign currency exposure. The directors review and agree policies for managing each of these risks and they are summarised below. The policies have remained unchanged from previous periods.

### **Interest rate risk**

The company finances its operations through a mixture of retained profits and inter-company accounts. The company's exposure to interest rate fluctuations is limited to income earned on short-term deposits of surplus funds.

### **Liquidity risk**

The company seeks to manage liquidity risk by ensuring sufficient funds are available to meet foreseeable needs and to invest cash assets safely and profitably. Primarily this is achieved through inter-company cash management practices. Short term flexibility is achieved through the availability of overdraft facilities.

### **Credit risk**

The company reviews the credit risk relating to its customers by ensuring wherever possible that it deals with long established trading partners, agents and government / university backed bodies, where the risk of default is considered low. Where considered appropriate, the company insists on up-front payment and requires letters of credit facilities to be provided.

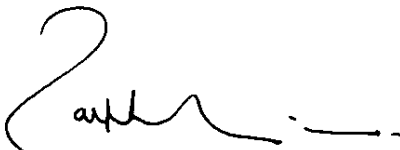
### **Currency risk**

With a significant proportion of its sales being exported, the main risk area to which the company is exposed is that of foreign currencies (mainly US\$ and Euros). It is not the company's practice for this risk to be hedged but the directors review this on a regular basis.

### **Auditor**

Grant Thornton UK LLP, who were appointed during the period and have expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with section 487(2) of the Companies Act 2006 unless the company receives notice under section 488(1) of the Companies Act 2006.

This report was approved by the board on 25 March 2010 and signed on its behalf by



**Mr R.L. Cohen**  
**Secretary**

**Quorum Technologies Limited**  
**Company Registration number: 4273003**

## **Quorum Technologies Limited**

### **Independent Auditor's Report to the members of Quorum Technologies Limited**

We have audited the financial statements of Quorum Technologies Limited for the period ended 31 December 2009 which comprise the profit and loss account, the balance sheet, the statement of accounting policies and notes 1 to 18. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditor**

As explained more fully in the statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/UKNP](http://www.frc.org.uk/apb/scope/UKNP).

#### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its profit for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the directors' report for the period for which the financial statements are prepared is consistent with the financial statements.

## **Quorum Technologies Limited**

### **Independent Auditor's Report to the members of Quorum Technologies Limited**

#### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

*Grant Thornton UK LLP.*

Paul Houghton  
Senior Statutory Auditor  
for and on behalf of Grant Thornton UK LLP  
Statutory Auditor, Chartered Accountants  
East Midlands  
25 March 2010

# Quorum Technologies Limited

## Profit and loss account for the period ended 31 December 2009

		14 months period ended 31 December 2009 £	Year ended 31 October 2008 £
	Notes		
<b>Turnover</b>	<b>1</b>	<b>5,588,936</b>	<b>4,005,016</b>
Raw materials and consumables		(2,933,784)	(1,992,848)
Other external charges		(782,590)	(474,044)
Staff costs	3	(1,253,368)	(750,277)
Depreciation		(60,761)	(74,393)
Other operating credits/(charges)		113,988	(1,584)
<b>Operating profit</b>	<b>2</b>	<b>672,421</b>	<b>711,870</b>
Investment income		-	339,791
Miscellaneous income		3,261	42,626
Net interest payable		(3,235)	(6,410)
<b>Profit on ordinary activities before taxation</b>		<b>672,447</b>	<b>1,087,877</b>
Tax on profit on ordinary activities	4	(172,959)	(166,022)
<b>Profit on ordinary activities after taxation</b>	<b>14</b>	<b>499,488</b>	<b>921,855</b>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the period as set out above

The accompanying notes form an integral part of these financial statements



# Quorum Technologies Limited

## Balance sheet as at 31 December 2009

	Notes	31 December 2009		31 October 2008	
		£	£	£	£
<b>Fixed assets</b>					
Intangible assets	5	-	-	3	
Tangible assets	6	92,655		94,373	
Investments	7	100		100	
		<u>92,755</u>		<u>94,476</u>	
<b>Current assets</b>					
Stocks	8	560,590		536,272	
Debtors	9	601,633		825,404	
Cash at bank and in hand		<u>582,673</u>		<u>630,497</u>	
		<u>1,744,896</u>		<u>1,992,173</u>	
<b>Creditors: amounts falling due within one year</b>	10	<u>(813,022)</u>		<u>(886,911)</u>	
<b>Net current assets</b>		<u>931,874</u>		<u>1,105,262</u>	
<b>Total assets less current liabilities</b>		<u>1,024,629</u>		<u>1,199,738</u>	
<b>Creditors: amounts falling due after more than one year</b>	11	-		(104,170)	
<b>Provision for liabilities</b>	12	(7,006)		-	
<b>Total net assets</b>		<u>1,017,623</u>		<u>1,095,568</u>	
<b>Capital and reserves</b>					
Called up share capital	13	1,143		1,143	
Share premium account	14	9,000		9,000	
Profit and loss account	14	<u>1,007,480</u>		<u>1,085,425</u>	
<b>Shareholders' funds - all equity</b>	15	<u>1,017,623</u>		<u>1,095,568</u>	

The financial statements were approved by the board of directors on 25 March 2010 and signed on its behalf by



Mr R B Kenhard  
Director

The accompanying notes form an integral part of these financial statements

# **Quorum Technologies Limited**

## **Statement of accounting policies**

### **Accounting convention**

The financial statements have been prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and under the historical cost convention

The principal accounting policies of the company are set out below. The policies have remained unchanged from the previous year.

### **Turnover**

Revenue recognition policies in respect of the company's principal revenue streams are as follows:

- Sales of instruments and spares are recognised at the point of despatch
- Installation revenues are deferred and recognised on completion of installation

All revenues are stated exclusive of value added tax.

### **Tangible fixed assets and depreciation**

Fixed assets are initially recorded at cost. Depreciation is provided at annual rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	20/25% straight line on cost
Fixtures, fittings and equipment	25/33 33% straight line on cost

### **Leasing**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

### **Investments**

Fixed asset investments are stated at cost less provision for diminution in value.

### **Stocks**

Stocks are stated at the lower of cost and net realisable value. Cost includes materials, direct labour and an attributable proportion of manufacturing overheads based on normal levels of activity.

### **Pensions**

The company operates defined contribution pension schemes for employees and directors. The assets of the schemes are held by investment managers separately from those of the company. Contributions payable are charged to the profit and loss account.

### **Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the rate of exchange prevailing at the date of transaction. All differences are taken to the profit and loss account.

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## **Quorum Technologies Limited**

### **Statement of accounting policies**

#### **Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date which will result in an obligation to pay more, or a right to pay less or to receive more tax

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the period in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

#### **Group accounts**

These financial statements contain information about Quorum Technologies Limited as an individual company and do not contain consolidated information as the parent of a group. The company is entitled to exemption under Section 400 of the Companies Act 2006 from the obligation to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Judges Scientific plc, a company registered in the UK

#### **Cash flow statement**

The company has not prepared a cash flow statement as it is exempt under Financial Reporting Standard No 1

# Quorum Technologies Limited

## Notes to the financial statements for the period ended 31 December 2009

### 1 TURNOVER

Turnover attributable to geographical markets outside the United Kingdom amounted to 91% (2008 86%) for the period

### 2 OPERATING PROFIT

Operating profit is stated after charging

	14 months period ended 31 December 2009 £	Year ended 31 October 2008 £
Depreciation and other amounts written off tangible fixed assets	60,758	52,309
Amortisation and other amounts written off intangible fixed assets	3	22,084
Auditor's remuneration - audit	9,500	15,070
Operating leases - plant and machinery	19,884	22,070
- other assets	68,119	58,830

Fees paid to the company's auditor for services other than the statutory audit of the company are not disclosed in these accounts since the consolidated accounts of its ultimate parent undertaking, Judges Scientific plc, are required to disclose non audit fees on a consolidated basis

### 3 INFORMATION REGARDING DIRECTORS AND EMPLOYEES

#### Staff costs (including directors)

	14 months period ended 31 December 2009 £	Year ended 31 October 2008 £
Wages and salaries	1,074,862	652,094
Social security costs	116,854	71,288
Other pension costs	61,652	26,895
	<u>1,253,368</u>	<u>750,277</u>

#### Average number of persons employed

	14 months period ended 31 December 2009	Year ended 31 October 2008
Directors	5	3
Manufacturing	21	22
Sales and administration	6	5
	<u>32</u>	<u>30</u>

#### Directors' emoluments

	14 months period ended 31 December 2009 £	Year ended 31 October 2008 £
Emoluments	305,186	44,000
Defined contribution pension scheme contributions	41,479	9,755
	<u>346,665</u>	<u>53,755</u>

During the period four directors participated in money purchase pension schemes (year ended 31 October 2008 three directors)

#### Emoluments of the highest paid director:

Emoluments	68,755	20,000
Defined contribution pension scheme contributions	15,250	6,000
	<u>84,005</u>	<u>26,000</u>

# **Quorum Technologies Limited**

## **Notes to the financial statements for the period ended 31 December 2009**

### **4 TAX ON PROFIT ON ORDINARY ACTIVITIES**

<b>Analysis of charge in period</b>	<b>14 months period ended 31 December 2009 £</b>	<b>Year ended 31 October 2008 £</b>
United Kingdom corporation tax charge at 28% (2008 26 37%)	<b>166,171</b>	165,890
United Kingdom corporation tax - prior year adjustment	<b>(218)</b>	132
Total current tax charge	<b>165,953</b>	166,022
Deferred tax (see note 12)	<b>(4,743)</b>	-
Deferred tax - prior year adjustment (see note 12)	<b>11,749</b>	-
Tax on profit on ordinary activities	<b>172,959</b>	166,022

The tax assessed for the period is different to the weighted average standard rate of corporation tax in the UK of 28% (year ended 31 October 2008 26 37%) The differences are explained as follows

	<b>14 months period ended 31 December 2009 £</b>	<b>Year ended 31 October 2008 £</b>
Profit on ordinary activities before tax	<b>672,447</b>	1,087,877
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28% (year ended 31 October 2008 26 37%)	<b>188,285</b>	286,873
Effect of		
Expenses not deductible for tax purposes	<b>2,434</b>	1,809
Difference between depreciation and accelerated capital allowances	<b>4,743</b>	1,578
Corporation tax - prior year adjustment	<b>(218)</b>	132
Dividends and distributions received	-	(89,603)
Research and development enhanced deduction	<b>(24,353)</b>	(34,767)
Change in effective tax rate	<b>(4,938)</b>	-
Total current tax charge	<b>165,953</b>	166,022

# Quorum Technologies Limited

## Notes to the financial statements for the period ended 31 December 2009

### 5 INTANGIBLE FIXED ASSETS

	Goodwill £	Other intangible assets £	Total £
<b>Cost</b>			
At 1 November 2008 and 31 December 2009	57,418	5,003	62,421
<b>Amortisation</b>			
At 1 November 2008	57,417	5,001	62,418
Charge for the period	1	2	3
At 31 December 2009	<u>57,418</u>	<u>5,003</u>	<u>62,421</u>
<b>Net book values</b>			
At 31 December 2009	-	-	-
At 31 October 2008	<u>1</u>	<u>2</u>	<u>3</u>

### 6 TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures, fittings and equipment £	Total £
<b>Cost</b>			
At 1 November 2008	64,148	255,274	319,422
Additions	7,283	51,757	59,040
At 31 December 2009	<u>71,431</u>	<u>307,031</u>	<u>378,462</u>
<b>Depreciation</b>			
At 1 November 2008	60,071	164,978	225,049
Charge for the period	4,338	56,420	60,758
At 31 December 2009	<u>64,409</u>	<u>221,398</u>	<u>285,807</u>
<b>Net book values</b>			
At 31 December 2009	<u>7,022</u>	<u>85,633</u>	<u>92,655</u>
At 31 October 2008	<u>4,077</u>	<u>90,296</u>	<u>94,373</u>

### 7 FIXED ASSET INVESTMENTS

#### Subsidiary undertaking

Cost and net book value – 1 November 2008 and 31 December 2009

£  
100

The company holds 100% of the ordinary share capital of E M Technologies Limited, a UK incorporated dormant company

# **Quorum Technologies Limited**

## **Notes to the financial statements for the period ended 31 December 2009**

<b>8</b>	<b>STOCKS</b>	<b>31 December 2009</b>	<b>31 October 2008</b>
		£	£
	Raw materials	419,761	445,555
	Work in progress	124,703	90,717
	Demonstration stock	16,126	-
		<u>560,590</u>	<u>536,272</u>
<b>9</b>	<b>DEBTORS</b>	<b>31 December 2009</b>	<b>31 October 2008</b>
		£	£
	Trade debtors	532,950	775,091
	Other debtors	35,292	25,455
	Prepayments	33,391	24,858
		<u>601,633</u>	<u>825,404</u>
<b>10</b>	<b>CREDITORS</b>	<b>31 December 2009</b>	<b>31 October 2008</b>
		£	£
	<b>Amounts falling due within one year</b>		
	Trade creditors	387,886	486,905
	Other creditors	134,272	123,300
	Bank loans and overdrafts	-	55,714
	Corporation tax payable	166,171	165,890
	Amounts owed to group companies	28,413	100
	Social security and other taxes	53,548	22,858
	Accruals and deferred income	42,732	32,144
		<u>813,022</u>	<u>886,911</u>
<b>11</b>	<b>CREDITORS</b>	<b>31 December 2009</b>	<b>31 October 2008</b>
		£	£
	<b>Amounts falling due after more than one year</b>		
	Bank loans	-	104,170
	<b>Analysis of loans</b>		
	Wholly repayable within five years	-	159,884
	Included in current liabilities	-	(55,714)
		<u>-</u>	<u>104,170</u>
	<b>Loan maturity analysis</b>		
	In more than one year but not more than two years	-	53,575
	In more than two years but not more than five years	-	50,595
		<u>-</u>	<u>104,170</u>

# **Quorum Technologies Limited**

## **Notes to the financial statements for the period ended 31 December 2009**

### **12 PROVISION FOR LIABILITIES**

	Deferred taxation £
At 1 November 2008	-
Charge in the period	(4,743)
Prior year adjustment	11,749
At 31 December 2009	<u>7,006</u>

The amounts provided in respect of deferred taxation are computed at the rate of 28% (year ended 31 October 2008 28%) and relate to accelerated capital allowances

### **13 CALLED UP SHARE CAPITAL**

	31 December 2009 £	31 October 2008 £
<b>Authorised</b>		
875 Ordinary 'A' shares of £1 each	875	875
20 Ordinary 'B' shares of £1 each	20	20
30 Ordinary 'C' shares of £1 each	30	30
50 Ordinary 'D' shares of £1 each	50	50
25 Ordinary 'E' shares of £1 each	25	25
114 Ordinary 'F' shares of £1 each	114	114
29 Ordinary 'G' shares of £1 each	29	29
	<u>1,143</u>	<u>1,143</u>
 <b>Allotted, called up and fully paid</b>		
875 Ordinary 'A' shares of £1 each	875	875
20 Ordinary 'B' shares of £1 each	20	20
30 Ordinary 'C' shares of £1 each	30	30
50 Ordinary 'D' shares of £1 each	50	50
25 Ordinary 'E' shares of £1 each	25	25
114 Ordinary 'F' shares of £1 each	114	114
29 Ordinary 'G' shares of £1 each	29	29
	<u>1,143</u>	<u>1,143</u>

### **14 RESERVES**

	Share premium account £	Profit and loss account £
At 1 November 2008	9,000	1,085,425
Profit on ordinary activities after taxation	-	499,488
Dividends paid in the period	-	(577,433)
At 31 December 2009	<u>9,000</u>	<u>1,007,480</u>



# Quorum Technologies Limited

## Notes to the financial statements for the period ended 31 December 2009

### 14 RESERVES (continued)

Dividends paid in the period represented the following value per share

	Period ended 31 December 2009 £	Year ended 31 October 2008 £
875 Ordinary 'A' shares of £1 each	470	69
20 Ordinary 'B' shares of £1 each	437	-
30 Ordinary 'C' shares of £1 each	504	50
50 Ordinary 'D' shares of £1 each	466	435
25 Ordinary 'E' shares of £1 each	1,670	1,788
114 Ordinary 'F' shares of £1 each	566	383
29 Ordinary 'G' shares of £1 each	437	-

### 15 RECONCILIATION OF SHAREHOLDERS' FUNDS

	31 December 2009 £	31 October 2008 £
Profit on ordinary activities after taxation	499,488	921,855
Dividends paid in the period	(577,433)	(171,657)
Opening shareholders' funds	1,095,568	345,370
Closing shareholders' funds	<u>1,017,623</u>	<u>1,095,568</u>

### 16 OPERATING LEASE OBLIGATIONS

The company had annual commitments under non-cancellable operating leases as follows

	Period ended 31 December 2009 £	Year ended 31 October 2008 £
Expiry date		
Between one and five years	<u>32,636</u>	<u>70,500</u>

### 17 RELATED PARTY TRANSACTIONS

As a wholly owned subsidiary of Judges Scientific plc, the company is exempt from the requirements of FRS 8 to disclose transactions within the group

### 18 ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking of this company is Judges Scientific plc, which is incorporated in England and Wales. The only group undertaking for which consolidated accounts are prepared is that headed by Judges Scientific plc. Bank loans advanced to Judges Scientific plc amounting at 31 December 2009 to £2,740,000 (2008 £2,100,000) are secured on the company's assets.

# Quorum Technologies Limited

## Detailed trading profit and loss account for the period ended 31 December 2009

	14 months period ended 31 December 2009		Year ended 31 October 2008	
	£	£	£	£
<b>Sales</b>		<b>5,588,936</b>		<b>4,005,016</b>
<b>Cost of sales</b>				
Opening stock		536,272		449,518
Purchases		2,805,553		1,948,796
Warranty		108,334		5,728
Wages and salaries		467,961		459,831
Employer's NI contributions		48,991		50,924
Pensions		12,103		-
Commissions and royalties payable		31,340		77,228
Carriage and import duty		44,215		47,850
		<u>4,054,769</u>		<u>3,039,875</u>
Closing stock		<u>(560,590)</u>		<u>(536,272)</u>
		<u>3,494,179</u>		<u>2,503,603</u>
<b>Gross profit</b>	37%	<u>2,094,757</u>	37%	<u>1,501,413</u>
<b>Administrative expenses</b>		<u>1,422,336</u>		<u>789,543</u>
<b>Operating profit</b>	12%	<u>672,421</u>	18%	<u>711,870</u>
Dividend income		-		339,791
Miscellaneous income		3,261		42,626
Bank interest receivable		2,361		11,167
Bank interest payable		(960)		(5,416)
Loan interest payable		(4,636)		(12,161)
<b>Profit before taxation</b>		<u>672,447</u>		<u>1,087,877</u>

THIS PAGE DOES NOT FORM PART OF THE STATUTORY FINANCIAL STATEMENTS

# Quorum Technologies Limited

## Detailed trading profit and loss account for the period ended 31 December 2009

	14 months period ended 31 December 2009 £	Year ended 31 October 2008 £
<b>Administrative expenses</b>		
Wages and salaries	320,331	141,417
Employer's NI contribution	31,845	20,364
Pensions - staff	8,070	17,140
Healthcare	2,425	6,846
Directors' remuneration	276,877	44,000
Directors' NI contribution	36,018	-
Directors' Healthcare	7,268	-
Directors' pension costs	41,479	9,755
Staff training	4,747	2,027
Operating lease rentals - land and buildings	68,119	58,830
Rates	29,726	26,229
Insurance	21,219	23,086
Light and heat	12,476	9,294
Repairs and maintenance	19,633	11,055
Printing, postage and stationery	16,232	8,562
Sales and marketing	24,860	32,993
Telephone	16,767	11,638
Computer costs	33,670	17,088
Motor vehicle leases	19,884	22,070
Motor expenses	16,155	15,454
Travelling, subsistence and mileage	95,299	46,591
Entertaining	1,198	2,902
Research and development	177,291	120,194
Legal and professional	67,687	14,099
Audit and taxation	11,000	15,070
Bank charges	15,891	13,869
Bad debts	2,436	17,517
Staff welfare	8,666	5,114
Charitable donations - other	730	362
Management charge	90,000	-
Foreign exchange differences	(116,424)	1,584
Depreciation on intangible assets	3	22,084
Depreciation on plant and machinery	4,338	1,762
Depreciation on fixtures and fittings	56,420	50,547
<b>Total</b>	<b>1,422,336</b>	<b>789,543</b>

THIS PAGE DOES NOT FORM PART OF THE STATUTORY FINANCIAL STATEMENTS