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GFORCE SOFTWARE LIMITED
FINANCIAL STATEMENTS FOR THE PERIOD ENDED
31 MARCH 2006

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Company Number: 4660835



Report of the Directors

The Directors submit their annual report and financial statements of the company for the period ended 31 MARCH 2006

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year, 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 the profit or loss of the company for that period. In preparing those financial statements, the Directors are required to:-

- a. Select suitable accounting policies and apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. prepare the financial statements on a going concern basis unless it is inappropriate to presume 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 financial statements 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.

Results and Dividends

The results for the year and the financial position of the company are shown in the annexed financial statements. In particular, the Profit for the year after taxation was (£91248. A dividend of £19000 was paid during the year.

Review of the Business

The Company commenced trading on 1 April 2005

The principal activity of the company is that of Software Publishing. The progress of the company during the year has accorded with expectations and the position at the year end is regarded as satisfactory. No significant changes in future development of the company are proposed, nor has there occurred since the year end any event of such significance, that reference to it should be made in this report.

Fixed Assets

Details of fixed assets are given in the note to the financial statements

GFORCE SOFTWARE LIMITED

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Report of the Directors (continued)

Directors

The Directors who served during the year and their beneficial interest in the issued share capital were as follows:-

	<u>Ordinary Shares of £1 Each</u> <u>Number Held as at</u>	
	<u>31 MAR 06</u>	<u>31.Mar 05</u>
C D MacLeod	1	1
D N SPIERS	1	1

Close company

In the opinion of the Directors, the company is a close company as defined by the ICTA, 1988.

Approved by the board and
Signed on its behalf



Secretary -

Registered Office

Neaps End
Old Bath Road
SONNING-ON-THAMES
Reading Berkshire
RG4 6SZ

Date- 27/07/2006

GFORCE SOFTWARE LIMITED

ACCOUNTANT'S REPORT

Accountant's report to the directors
On the unaudited financial statements of
GFORCE SOFTWARE LIMITED

As described in the Balance Sheet you are responsible for the preparation of the financial statements for the Period ended 31st. MARCH 2006. set out on pages 4 to 8, and you consider the company is exempt from audit. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from accounting records and information and explanations supplied to us.

Neaps End
15 Old Bath Road
SONNING-ON-THAMES
Reading Berks RG4 6SZ

Date 18 JULY 2006

Hugh Stewart

STEWARTS
Accountants

GFORCE SOFTWARE LIMITED**Page 4****Profit and Loss Account for the Period Ended 31 MARCH 2006**

	<u>Notes</u>	<u>2006</u>	<u>2005</u>
Turnover	1	163712	0
Cost of Sales		14795	0
		<hr/>	<hr/>
Gross Profit		148917	0
Administrative expenses		36483	0
		<hr/>	<hr/>
Operating profit/(loss)	2	112434	0
Interest Received			
Net Interest payable	3	0	0
Profit/Loss on ordinary activities before taxation		<hr/> 112434	<hr/> 0
Taxation	5	21186	0
Retained profit/(Loss) for the Year	11	<hr/> 91248	<hr/> 0
Retained profit brought forward		0	0
Reserve movements		(19000)	0
Retained Profit carried forward		<hr/> 72248	<hr/> 0

In the year ended 31 March 2006 there were no recognised gains or losses, other than the profit or loss for the year and this was the only movement in shareholders funds.

GFORCE SOFTWARE LIMITED**Page 5**Balance Sheet as at 31 March 2006

	<u>Notes</u>	<u>2006</u>	<u>2005</u>
<u>Tangible Fixed Assets</u>		4223	0
<u>Current Assets</u>			
Stocks	7 0	0	
Debtors	8 23040	0	
Cash at bank and in hand	81596	0	
	<u>104636</u>	<u>0</u>	
<u>Creditors: Amounts falling due within one year</u>	9 36609	0	
	<u></u>	<u></u>	
Net Current Assets		68027	0
		<u></u>	<u></u>
Total assets less current liabilities		72250	0
<u>Creditors: Amounts falling due after more than one year</u>		0	0
		<u></u>	<u></u>
Net assets		72250	0
		<u></u>	<u></u>
<u>Capital and Reserves</u>			
Called up share capital	10 2	0	0
Profit and loss account	11 93434	0	0
		<u>93436</u>	<u>0</u>
		<u></u>	<u></u>

In the opinion of the directors, the company is entitled for the year ended 31 March 2006 to the exemption conferred by subsection (1) of 249a of the Companies Act, 1985 not to have an audit. The Directors further confirm that no notice has been deposited under Subsection (2) of Section 249B by a member requiring an audit and they acknowledge their responsibility for:

- (1) Ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act, 1985 and
- (2) 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 requirements of Section 226 and which otherwise comply with the requirement of the Act relating to financial statements, so far as applicable to the company.

These Financial statements have been prepared in accordance with special provisions of part V11 of the Companies Act 1985 relating to small companies and with financial reporting standard of smaller entities (effective January 2005)

Approved by the board and
Signed on their behalf



Director – C.D. MacLeod

Date 27/07/2006.

Notes to the Financial Statements for the Period ended 31 March 2006**1. Accounting Policies**

The principal accounting policies of the company are as follows:-

a. Basis of Accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

b. Turnover

Turnover represents net invoiced sales of goods, excluding value added tax, and is wholly attributable to the principal activity of the company and to sales to the United States of America

c. Tangible Fixed Assets

Depreciation is provided on the following basis to write off the cost less any anticipated residual value of assets over their useful lives:-

Equipment	20%	Straight Line
Computers	33 1/3%	Straight Line

d. Stocks

Stocks, which comprise raw materials, are valued at the lower cost and net realizable value.

e. Cash Flow Statement

In the opinion of the Directors, the company qualifies as a small company and accordingly it has taken advantage of the exemption under FRS 1 not to produce a cash flow statement.

Notes to the Financial Statements for the Period ended 31 March 2006

2. <u>Operating Balance:-</u>	<u>2006</u>	<u>2005</u>
This is stated after charging:-		
Depreciation	1723	0
Profit/(Loss) on disposal of fixed assets	0	0
Accountancy Fees	950	0
Directors remuneration	0	0
Directors pension contributions	0	0
	<hr/>	<hr/>
3. <u>Interest</u>		
<u>Interest Payable and Similar Charges</u>		
On bank loans and overdrafts repayable wholly within five years - not by instalments	0	0
On other loans, not so repayable	0	0
	<hr/>	<hr/>
<u>Interest Receivable and Similar Charges</u>		
Bank Interest received	0	0
Other Interest Received	0	0
	<hr/>	<hr/>
4. <u>Staff Costs</u>		
Staff costs, including directors remuneration comprise:-		
Wages and salaries	0	0
Social security costs	0	0
Pension contributions	0	0
	<hr/>	<hr/>
5. <u>Taxation (credit) /charge</u>		
Corporation tax reserve	21186	0
	<hr/>	<hr/>

Notes to the Financial Statements for the Period ended 31 March 2006

6. <u>Tangible Fixed Assets</u>	Equipment	Computer Equipment	Total
	<hr/>	<hr/>	<hr/>
At Cost	1936	4010	5946
	<hr/>	<hr/>	<hr/>
	1936	4010	5946
	<hr/>	<hr/>	<hr/>
<u>Depreciation</u>			
Charge for year	387	1336	1723
	<hr/>	<hr/>	<hr/>
<u>Net Book Value</u>			
Carried Forward	1549	2674	4223
	<hr/>	<hr/>	<hr/>
7. <u>Stocks</u>		<u>2006</u>	<u>2005</u>
Raw Materials		0	0
		<hr/>	<hr/>
8. <u>Debtors</u>			
Trade Debtors		22214	0
Other Debtors		113	0
Directors Loan Account		2	0
Customs and Excise VAT		711	0
		<hr/>	<hr/>
		23040	0
		<hr/>	<hr/>

GFORCE SOFTWARE LIMITED**Page 9****Notes to the financial statements for the Period ended 31 March 2006**

9. <u>Creditors:</u> Amounts falling due within one year	<u>2006</u>	<u>2005</u>
Trade Creditors	14473	0
Corporation tax	21186	0
Other taxation and social security	0	0
Directors loan account	0	0
Accruals	950	0
	<u>36609</u>	<u>0</u>

Notes to the Financial Statements for the Period ended 31 March 2006**10. Share Capital**

	<u>2006</u>	<u>2005</u>
<u>Ordinary Shares of £1 each</u>		
Authorised 100	<u>100</u>	<u>100</u>
Allotted, issued and fully paid	<u>2</u>	<u>2</u>

11. Reserves

		<u>Profit and Loss Account</u>
	<u>2006</u>	<u>2005</u>
Retained profit for the Year	91248	0
Equity Dividends	(19000)	0
	<u>72248</u>	<u>0</u>