

Mykat Systems Limited
Unaudited Financial Statements
For the period from
15 June 2004 to 30 June 2005



BISHOP FLEMING

Chartered Accountants

Chy Nyverow

Newham Road

Truro

Cornwall

TR1 2DP

Mykat Systems Limited

Financial Statements

Period Ended 30 June 2005

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Mykat Systems Limited

Officers and Professional Advisers

The Board of Directors

Mr T J Weare
Mrs S L Weare

Company Secretary

Mrs S L Weare

Registered Office

C/O Bishop Fleming
Chy Nyverow
Newham Road
Truro
Cornwall
TR1 2DP

Accountants

Bishop Fleming
Chartered Accountants
Chy Nyverow
Newham Road
Truro
Cornwall
TR1 2DP

Bankers

Barclays Bank PLC
Winchester Area Branches
Leicester
LE87 2BB

Mykat Systems Limited**The Directors' Report****Period Ended 30 June 2005**

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the period 15 June 2004 to 30 June 2005.

Principal activities

The company's primary activities are consultancy and systems implementation. Mykat Ltd specializes in the project management and implementation of multi-national business systems. The company was incorporated on 15 June 2004 and started trading on 31 October 2004.

The directors and their interests in the shares of the company

The directors who served the company during the period together with their beneficial interests in the shares of the company were as follows:

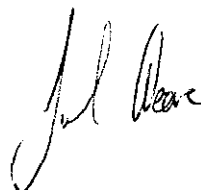
	Ordinary Shares of £1 each	
	At 30 June 2005	At 15 June 2004
Mr T J Weare	1	1
Mrs S L Weare	1	1

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
C/O Bishop Fleming
Chy Nyverow
Newham Road
Truro
Cornwall
TR1 2DP

Signed on behalf of the directors



Mrs S L Weare

Secretary

Approved by the directors on 31/01/2006

Mykat Systems Limited**Profit and Loss Account****Period From 15 June 2004 To 30 June 2005**

	Note	2005 £
Turnover		76,492
Cost of sales		<u>20,086</u>
Gross profit		56,406
Administrative expenses		15,954
Profit on ordinary activities before taxation		<u>40,452</u>
Tax on profit on ordinary activities	4	7,679
Profit on ordinary activities after taxation		<u>32,773</u>
Equity dividends paid		20,000
Retained profit for the financial period		<u><u>12,773</u></u>

Mykat Systems Limited**Balance Sheet****30 June 2005**

	Note	£	2005 £
Fixed assets			
Tangible assets	5		4,032
Current assets			
Debtors	6	69,590	
Cash at bank and in hand		1,626	
		<u>71,216</u>	
Creditors: Amounts falling due within one year	7	<u>62,473</u>	
Net current assets			<u>8,743</u>
Total assets less current liabilities			<u>12,775</u>
Capital and reserves			
Called-up equity share capital	9		2
Profit and loss account			<u>12,773</u>
Shareholders' funds			<u>12,775</u>

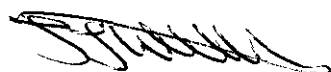
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the period by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 31/1/2006, and are signed on their behalf by:



Mr T J Weare
Director

Mykat Systems Limited**Notes to the Financial Statements****Period Ended 30 June 2005**

1. Accounting policies**(a) Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

(b) Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the period, exclusive of Value Added Tax.

(c) Fixed assets

All fixed assets are initially recorded at cost.

(d) Depreciation

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Fixtures & Fittings	- 15% Reducing Balance Method
Equipment	- 25% Reducing balance method

(e) Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

(f) 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 that 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 periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

(g) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. Operating profit

Operating profit is stated after charging:

	2005
	£
Depreciation of owned fixed assets	704
Net loss on foreign currency translation	2
	<hr/>

Mykat Systems Limited**Notes to the Financial Statements****Period Ended 30 June 2005****3. Directors' emoluments**

The directors' aggregate emoluments in respect of qualifying services were:

	2005 £
Aggregate emoluments	<u>4,160</u>

4. Taxation on ordinary activities

	2005 £
Current tax:	
UK Corporation tax based on the results for the period at 19%	<u>7,679</u>
Total current tax	<u>7,679</u>

5. Tangible fixed assets

	Fixtures & Fittings £	Equipment £	Total £
Cost			
Additions	<u>1,286</u>	<u>3,450</u>	<u>4,736</u>
At 30 June 2005	<u>1,286</u>	<u>3,450</u>	<u>4,736</u>
Depreciation			
Charge for the period	<u>129</u>	<u>575</u>	<u>704</u>
At 30 June 2005	<u>129</u>	<u>575</u>	<u>704</u>
Net book value			
At 30 June 2005	<u>1,157</u>	<u>2,875</u>	<u>4,032</u>

6. Debtors

	2005 £
Trade debtors	69,319
VAT recoverable	149
Other debtors	<u>122</u>
	<u>69,590</u>

Mykat Systems Limited**Notes to the Financial Statements****Period Ended 30 June 2005****7. Creditors: Amounts falling due within one year**

	2005
	£
Trade creditors	20,709
Corporation tax	7,679
Other taxation and social security	110
Other creditors	33,975
	<u>62,473</u>

8. Related party transactions

The company was under the control of Mr T J and Mrs S L Weare throughout the current period.

Included within creditors (note 6) is an amount owing to the directors, Mr T J and Mrs S L Weare from the company amounting to £31,911.

9. Share capital**Authorised share capital:**

	2005
	£
1,000 Ordinary shares of £1 each	<u>1,000</u>

Allotted and called up:

	No	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>

During the period 2 Ordinary £1 shares were issued.

These were allotted at par and fully paid.

Mykat Systems Limited

Management Information

Period Ended 30 June 2005

The following pages do not form part of the statutory financial statements.

Mykat Systems Limited**Chartered Accountants' Report to the Board of
Directors on the Unaudited Financial Statements of
Mykat Systems Limited****Period Ended 30 June 2005**


In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the period ended 30 June 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the period.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



BISHOP FLEMING
Chy Nyverow
Newham Road
Truro
Cornwall
TR1 2DP

1 February 2006