

ForceSensys Limited
Company No 5489055

**Directors' Report
&
Financial Statements**

31 July 2007



ForceSensys Limited
Company Information

Directors

Prof B Jones
Mr A Simon
Mr P Osborn
Dr A Cheshmehdoost
Mr D Farmer

Secretary

Lesley Glassberg

Registered Office

Brunel Enterprise Centre
Brunel University
Uxbridge
Middlesex
UB8 3PH

Company Number

5489055

Bankers

HSBC Bank plc
PO Box 41
28 High Street
Uxbridge
Middlesex
UB8 1BY

ForceSensys Limited
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ForceSensys Limited
Directors' Report
For the year ended 31 July 2007

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations. The directors have pleasure in presenting their report and financial statements for the year ended 31 July 2007.

Company law requires the directors to prepare financial statements for each financial year. Under that law, the directors have elected to prepare the financial statements in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies and in accordance with UK Accounting Standards for Smaller Entities (effective June 2002). In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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,
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company. 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.

Principal activity

The principal activity of the company throughout the year is that of research and development and subsequent commercial exploitation of multibeam resonating sensor testing technology.

Review of the business and future development

The loss for the period is £92,811. The loss is in line with expectations and accords with long term plans for the future.

Dividends

The directors do not recommend the payment of a dividend.

Directors

The following directors have held office since 1 August 2006

A Simon	(Appointed 23 June 2005)
Prof B Jones	(Appointed 23 June 2005)
Dr A Cheshmehdoost	(Appointed 14 December 2005)
Mr A Hindley	(Appointed 14 December 2005 & resigned 7 November 2006)
Mr P Osborn	(Appointed 29 June 2006)
Mr D Farmer	(Appointed 28 March 2007)

ForceSensys Limited
Directors' Report
For the year ended 31 July 2007

Directors and their interests

The directors who served the company during the year together with their interests (including family interests) in the shares of the company at the beginning (or subsequent date of appointment) and end of the year, were as follows

	Ordinary shares of £1 each	
	31 July 2007	01 August 2006
A Simon	-	-
Prof B Jones	15	15
Dr A Cheshmehdoost	-	-
Mr A Hindley	-	-
Mr P Osborn	-	-

	A Preference shares of £1 each	
	31 July 2007	01 August 2006
A Simon	-	-
Prof B Jones	-	-
Dr A Cheshmehdoost	-	-
Mr A Hindley	-	-
Mr P Osborn	-	-

Audit exemption

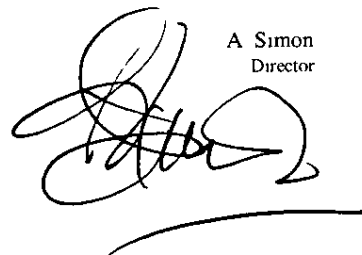
The directors have decided to take advantage of the provision of section 249A of Companies Act 1985 and, therefore, an audit has not been carried out of the year under review

On behalf of the Board

Brunel Enterprise Centre
Brunel University
Uxbridge
Middlesex
UB8 3PH

Date 20 December 2007

A Simon
Director



ForceSensys Limited
Profit and Loss Account
For the year ended 31 July 2007

	Notes	2007 £	2006 £
Turnover		0	940
Cost of sales		(1 453)	(6 055)
Gross (Loss) / Profit		<u>(1,453)</u>	<u>(5 115)</u>
Administration expenses		(89 898)	(115 176)
Operating Loss	2	<u>(91,350)</u>	<u>(120 291)</u>
Interest payable & similar charges		(2 402)	(2 125)
Interest receivable & similar income		941	474
Loss on ordinary activities before taxation		<u>(92,811)</u>	<u>(121 942)</u>
Tax on loss on ordinary activities	3	12 676	10,134
Loss on ordinary activities after taxation	9	<u><u>(80,135)</u></u>	<u><u>(111 808)</u></u>

ForceSensys Limited
Balance Sheet
For the year ended 31 July 2007

	Notes	2007 £	2006 £
FIXED ASSETS			
Tangible assets	4	679	905
CURRENT ASSETS			
Debtors	5	25,400	12,361
Cash at bank and in hand		3,760	69,466
		<u>29,160</u>	<u>81,827</u>
Creditors: Amounts falling due within one year	6	<u>(12,682)</u>	<u>(5,440)</u>
Net Current Assets		16,478	76,387
Total Assets Less Current Liabilities		17,157	77,292
Creditors: Amounts falling due after one year	7	(45,000)	(25,000)
Net (Liabilities) / Assets		<u>(27,843)</u>	<u>52,292</u>
Capital and Reserves			
Called-up share capital	8	135	135
Share premium account	9	163,965	163,965
Profit and loss account	9	(191,943)	(111,808)
Equity Shareholders' Fund		<u>(27,843)</u>	<u>52,292</u>

The directors have

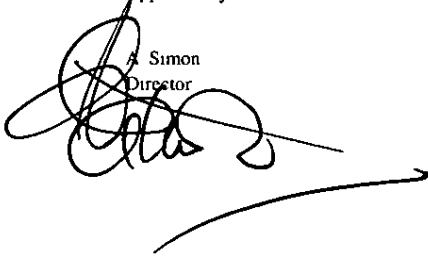
- (a) taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249(1),
- (b) confirm that no notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) acknowledged their responsibilities for

- (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- (ii) preparing accounts 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 the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company

These accounts have been prepared in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002)

Approved by the Board on 20 December 2007

A. Simon
Director



1. Accounting Policies

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005)

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standard (UKGAAP), which have been applied consistently (except as otherwise stated)

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

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

2. Operating loss

2007	2006
£	£

Depreciation of tangible assets

369 143

Directors' emoluments

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2007	2006
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£ £

UK Corporation tax

(12,676)	(10,134)
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Plant and Machinery
£

1,048

Additions

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At 31 July 2007

1048

143

Charge for this period

226

At 31 July 2007

369

At 31 July 2007

679

ForceSensys Limited
Notes to the Financial Statements
For the year ended 31 July 2007

5 Debtors	2007	2006
	£	£
Corporation tax	22,810	10,134
Call up share capital not paid	86	86
Prepayments	668	630
VAT recoverable	1,837	1,511
	<u>25,400</u>	<u>12,361</u>
 6 Creditors: Amounts Falling Due Within One Year	 2007	 2006
	£	£
Trade creditors	4,389	490
Accruals	4,438	4,950
PAYE & NI	3,782	-
VAT payable	73	-
	<u>12,682</u>	<u>5,440</u>
 7 Creditors Amounts Falling Due After More Than One Year	 2007	 2006
	£	£
Long term loan West focus	25,000	25,000
Long term loan Brunel University Enterprises Ltd	20,000	-
	<u>45,000</u>	<u>25,000</u>

West Focus long term loan bears interest at 2% above the HSBC rate of lending BUEL long term loan bears interest at 1% above Bank of England base rate Both loans are wholly repayable within five years

ForceSensys Limited
Notes to the Financial Statements
For the year ended 31 July 2007

8. Share Capital

	2007	2006
	£	£
Authorised		
6,500 Ordinary shares of £1 each	6,500	6,500
20,000 A Preference shares of 1p each	200	200
	<u>6,700</u>	<u>6,700</u>
Called up and allotted		
100 Ordinary shares of £1 each	100	100
3,500 A Preference shares of 1p each	35	35
	<u>135</u>	<u>135</u>

9 Shareholders' funds

2007	Share capital	Share premium account	Profit and loss account	Total
	£	£	£	£
Balance at 1 August 2006	135	163,965	(111,808)	52,292
Retained loss for the period	-	-	(80 135)	(80 135)
Increase in share capital	-	-	-	-
Increase in share premium	-	-	-	-
Balance at 31 July 2007	<u>135</u>	<u>163,965</u>	<u>(191 943)</u>	<u>(27 843)</u>
2006	Share capital	Share premium account	Profit and loss account	Total
	£	£	£	£
Balance at 23 Jun 2005	135	163,965	-	164,100
Retained loss for the period	-	-	(111 808)	(111 808)
Increase in share capital	-	-	-	0
Increase in share premium	-	-	-	0
Balance at 31 July 2006	<u>135</u>	<u>163,965</u>	<u>(111 808)</u>	<u>52,292</u>

ForceSensys Limited
Notes to the Financial Statements
For the year ended 31 July 2007

10 Related Party Transactions

During the period a total of £295 50 was paid to Revenue Dynamics Limited of which Osborn & Co was a shareholder and director as at the accounting date. During the year an amount of £2,195 37 was paid to Mr P Osborn, the principal shareholder of Osborn & Co by way of remuneration for his services to the Company.

One of the loans detailed in note 7 was provided by Brunel Enterprises Limited, also during the year ending July 2007, transactions totalling £140 11 took place between the Company and Brunel University Enterprises Limited. Mr A Simon, who is a director of the Company, is also a director of Brunel University Enterprises Limited and also an employee of Brunel University.

During the year the company paid Chord Capital Limited £3,427 for board fees. D Farmer, who is a director of the Company, is also a director of Chord Capital Limited.

11 Controlling Party

There is no one controlling party.

ForceSensys Limited
Management Information
For The Period Ended 31 July 2007

ForceSensys Limited
Detailed Trading and Profit and Loss Account
For the year ended 31 July 2007

	Notes	£	2007 £
Turnover			
Sales			0
Cost of sales			
Direct costs		1,453	(1,453)
Gross (Loss) / Profit			<u>(1,453)</u>
Administration expenses			(89 898)
Operating Loss			<u>(91,350)</u>
Interest payable			
Interest on loans			(2 402)
Other interest receivable and similar income			
Bank interest - received			941
Loss before taxation			<u>(92,811)</u>

ForceSensys Limited
Schedule of Administration Expenses
For the year ended 31 July 2007

	Period ended 31 July 2007
	£
Administrative expenses	
Research & Development Cost	80,362
Travel	3,432
Entertainment	83
Printing positing and Stationary	93
Telephone	187
Legal fees	2,339
Accountancy fees	2,080
Depreciation	226
Insurance	853
Sundry expenses	245
	<hr/>
	89,898
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