

FREEDOM DIGITAL NETWORKS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2009



FREEDOM DIGITAL NETWORKS LIMITED

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FREEDOM DIGITAL NETWORKS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MARCH 2009

	Notes	2009		2008	
		£	£	£	£
Fixed Assets					
Investments	2		90,651		109,842
Goodwill	3		785,950		785,950
Current assets					
Stock		7,500		26,000	
Debtors		55,751		164,675	
Cash at bank and in hand		300		10,785	
		<u>63,551</u>		<u>201,460</u>	
Current liabilities					
Bank Overdraft		236,847		-	
Creditors		207,951		176,879	
		<u>444,798</u>		<u>176,879</u>	
Net current assets			(381,247)		24,581
Total assets less current liabilities			<u>495,354</u>		<u>920,373</u>
Capital and reserves					
Called up share capital	4		131,377		106,837
Share premium account			2,325,825		1,073,332
Funds awaiting share allotment	5		621,318		1,258,320
Profit and loss account			(2,583,166)		(1,518,116)
Shareholders' funds			<u>495,354</u>		<u>920,373</u>

In preparing the abbreviated accounts

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge 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 the 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 this Act relating to accounts, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

Approved by the Board for issue on 1st June, 2009



FREEDOM DIGITAL NETWORKS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2009

1 Accounting policies

1.1 Accounting convention

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

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practise), which has been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discount.

1.4 Investments

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

1.5 Technology and website development costs

Technology and website development costs are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets and depreciation 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:

Plant and machinery	25% on cost
Computer equipment	33% on cost

1.7 Leasing

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

1.8 Stock

Stock is valued at the lower of cost and net realisable value.

1.9 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred taxation balance has not been discounted

1.10 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of

FREEDOM DIGITAL NETWORKS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2009

2. Fixed assets

	Investment £	Intangible £	Equipment £	Total £
Cost				
At 1 st April 2008	73,261	7,840	50,397	131,498
Additions	-	-	809	809
	-----	-----	-----	-----
At 31 March 2009	73,261	7,840	51,206	132,307
	=====	=====	=====	=====
Depreciation				
At 1 st April 2008	-	1,960	19,696	21,656
Charge during the year	-	1,700	18,300	20,000
	-----	-----	-----	-----
At 31 March 2009	73,261	3,660	37,996	41,656
	=====	=====	=====	=====
Net Book value at 31 March 2009	73,261	4,180	13,210	90,651
	=====	=====	=====	=====
Net Book value at 31 March 2008	73,261	5,880	30,701	109,842
	=====	=====	=====	=====

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertaking			
Cibersuite UK Limited	England and Wales	Ordinary	100

Cibersuite UK Limited has not traded during the year.

3. Goodwill

FDN has advanced £785,950 to fund the payment of Cibersuite (UK) Limited liabilities since purchasing the company which is now effectively dormant. FDN is hopeful of being able to build upon the groundwork previously carried out by Cibersuite (UK) Limited. Such advances have been valued in this company as goodwill at cost.

FREEDOM DIGITAL NETWORKS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2009

4 Share Capital

	2009	2008
	£	£
Authorised		
1,000,000,000 Ordinary shares of 0.1p each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, called up and fully paid		
1,000,000,000 Ordinary shares of 0.1p each	<u>131,376,726</u>	<u>106,837,499</u>

5. Cash awaiting share allotment

The shareholders have providing working capital for the company by subscribing in advance for ordinary shares in the company.