

**REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005
FOR
INFORMATION TRANSFER SERVICES LIMITED**



INFORMATION TRANSFER SERVICES LIMITED

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INFORMATION TRANSFER SERVICES LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2005**

DIRECTORS:

Dr R Rickards
W R Mann
N B Clayton
G L Sweeten
Dr R E Meller
Ms D R Ganz
Dr O C Rose
M K Borg
Dr Y Dabrowski

SECRETARY:

N B Clayton

REGISTERED OFFICE:

Burleigh House
15 Newmarket Road
Cambridge
CB5 8EG

REGISTERED NUMBER:

01588561

ACCOUNTANTS:

Chater Allan LLP
Chartered Accountants
Beech House
4a Newmarket Road
Cambridge
CB5 8DT

INFORMATION TRANSFER SERVICES LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2005

The directors present their report with the financial statements of the company for the year ended 31 December 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property rental and the provision of office services.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2005.

DIRECTORS

The directors during the year under review were:

Dr R Rickards
W R Mann
N B Clayton
G L Sweeten
Dr R E Meller
Ms D R Ganz
Dr O C Rose
M K Borg
Dr Y Dabrowski

- appointed 1/4/2005

The beneficial interests of the directors holding office on 31 December 2005 in the issued share capital of the company were as follows:

	31.12.05	1.1.05 or date of appointment if later
Ordinary £1 shares		
Dr R Rickards	365	365
W R Mann	365	365
N B Clayton	365	365
G L Sweeten	365	365
Dr R E Meller	365	365
Ms D R Ganz	365	365
Dr O C Rose	365	365
M K Borg	365	365
Dr Y Dabrowski	365	365

ON BEHALF OF THE BOARD:



.....
N B Clayton - Director

Date: 25 September 2006

INFORMATION TRANSFER SERVICES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	Notes	£	2005	£	£	2004	£
TURNOVER				4,664			2,968
Administrative expenses				117,452			139,716
				(112,788)			(136,748)
Other operating income	2			114,087			126,822
OPERATING PROFIT/(LOSS)	4			1,299			(9,926)
Interest receivable and similar income			436			41	
				436			41
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION				1,735			(9,885)
Tax on profit/(loss) on ordinary activities	5			-			-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION				1,735			(9,885)

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for the current year and the loss for the previous year.

INFORMATION TRANSFER SERVICES LIMITED

BALANCE SHEET 31 DECEMBER 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	6	69	139
CURRENT ASSETS			
Debtors	7	3,352	16,368
Cash at bank		32,015	35,790
		35,367	52,158
CREDITORS			
Amounts falling due within one year	8	38,870	57,831
NET CURRENT LIABILITIES		(3,503)	(5,673)
TOTAL ASSETS LESS CURRENT LIABILITIES		(3,434)	(5,534)
CAPITAL AND RESERVES			
Called up share capital	9	3,285	2,920
Profit and loss account	10	(6,719)	(8,454)
SHAREHOLDERS' FUNDS	12	(3,434)	(5,534)

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The financial statements were approved by the Board of Directors on 25/9/06 and were signed on its behalf by:


Dr R Rickards - Director

INFORMATION TRANSFER SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 20% on cost
Fixtures and fittings	- Over the term of the lease

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

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 transaction. Exchange differences are taken into account in arriving at the operating result.

2. OTHER OPERATING INCOME

	2005	2004
	£	£
Rents received	79,200	84,800
Service charges	34,887	42,022
	<u>114,087</u>	<u>126,822</u>

3. STAFF COSTS

There were no staff costs for the year ended 31 December 2005 nor for the year ended 31 December 2004.

The average monthly number of employees during the year was as follows:

	2005	2004
Management and administration	<u>-</u>	<u>8</u>

4. OPERATING PROFIT/(LOSS)

The operating profit (2004 - operating loss) is stated after charging:

	2005	2004
	£	£
Depreciation - owned assets	<u>70</u>	<u>70</u>
Directors' emoluments	<u>-</u>	<u>-</u>

INFORMATION TRANSFER SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2005

5. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 December 2005 nor for the year ended 31 December 2004.

6. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 January 2005 and 31 December 2005	745	2,008	2,753
DEPRECIATION			
At 1 January 2005	745	1,869	2,614
Charge for year	-	70	70
At 31 December 2005	745	1,939	2,684
NET BOOK VALUE			
At 31 December 2005	-	69	69
At 31 December 2004	-	139	139

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Trade debtors	1,770	397
Other debtors	725	15,144
Prepayments and accrued income	857	827
	3,352	16,368

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Trade creditors	653	4,778
VAT	3,795	10,288
Other creditors	1,211	-
Accruals and deferred income	33,211	42,765
	38,870	57,831

INFORMATION TRANSFER SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2005

9. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005	2004
			£	£
5,000	Ordinary	£1	<u>5,000</u>	<u>5,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005	2004
			£	£
3,285	Ordinary	£1	<u>3,285</u>	<u>2,920</u>
(2004 - 2,920)				

10. RESERVES

	Profit and loss account £
At 1 January 2005	(8,454)
Profit for the year	<u>1,735</u>
At 31 December 2005	<u>(6,719)</u>

11. RELATED PARTY DISCLOSURES

The company is controlled jointly by the directors.

During the year the company had the following related party transactions:

£4,664 (2004: £2,968) management services, £48,750 (2004: £64,750) rent and £28,649 (2004: £27,036) service charges to Information Transfer LLP, a limited liability partnership of which all the directors of Information Transfer Services Limited are members.

At the year end £1,211 was due to Information Transfer LLP.

£83,950 (2004: £93,500) rent was paid to Namulus Pension Trustees Limited, as trustees for pension plans of which the directors and shareholders are members.

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005	2004
	£	£
Profit/(Loss) for the financial year	1,735	(9,885)
New shares issued	<u>365</u>	<u>-</u>
Net addition/(reduction) to shareholders' funds	2,100	(9,885)
Opening shareholders' funds	<u>(5,534)</u>	<u>4,351</u>
Closing shareholders' funds	<u>(3,434)</u>	<u>(5,534)</u>
Equity interests	<u>(3,434)</u>	<u>(5,534)</u>