

Registration number 4612415

Palantir UK Limited
Directors' report and financial statements
for the year ended 31st December 2007

FRIDAY



APCVC4F1

A46

31/10/2008

318

COMPANIES HOUSE

Palantir UK Limited

Company information

Directors	H Hawkins J Ambrose
Secretary	The Company Books Ltd
Company number	4612415
Registered office	Studio 32 Westbourne Studios 242 Acklam Road London W10 5JJ

Palantir UK Limited

Contents

	Page
Directors' report	1
Profit and loss account	2
Balance sheet	3 - 4
Notes to the financial statements	5 - 9

Palantir UK Limited

**Directors' report
for the year ended 31st December 2007**

The directors present their report and the financial statements for the year ended 31st December 2007.

Principal activity

The principal activity of the company during the year was software supply and consultancy.

Post balance sheet events

In 2008 the company will increase the authorised share capital and parent company will increase the equity base of the company by crystallising £150,000 of outstanding debt due from the company in exchange for equity.

Directors

The directors who served during the year are as stated below:

H Hawkins

J Ambrose

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on30/Oct/2008..... and signed on its behalf by

HENRY HAWKINS



Director

Palantir UK Limited

**Profit and loss account
for the year ended 31st December 2007**

		2007	2006
	Notes	£	£
Turnover	2	1,922,371	1,492,802
Cost of sales		(218,905)	(429,945)
Gross profit		1,703,466	1,062,857
Administrative expenses		(1,894,298)	(914,101)
Other operating income		-	940
Operating (loss)/profit	3	(190,832)	149,696
Other interest receivable and similar income		3,313	1,736
Interest payable and similar charges		(13,232)	(23,759)
(Loss)/profit on ordinary activities before taxation		(200,751)	127,673
Tax on (loss)/profit on ordinary activities	6	22,480	(31,974)
(Loss)/profit for the year	12	(178,271)	95,699
Retained profit brought forward		186,359	90,660
Retained profit carried forward		8,088	186,359

The notes on pages 5 to 9 form an integral part of these financial statements.

Palantir UK Limited

**Balance sheet
as at 31st December 2007**

		2007		2006	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	7		-		83,273
Tangible assets	8		47,481		37,134
			<u>47,481</u>		<u>120,407</u>
Current assets					
Debtors	9	411,816		294,570	
Cash at bank and in hand		185,877		182,325	
		<u>597,693</u>		<u>476,895</u>	
Creditors: amounts falling due within one year	10	<u>(637,084)</u>		<u>(410,941)</u>	
Net current (liabilities)/assets			<u>(39,391)</u>		<u>65,954</u>
Total assets less current liabilities			<u>8,090</u>		<u>186,361</u>
Net assets			<u><u>8,090</u></u>		<u><u>186,361</u></u>
Capital and reserves					
Called up share capital	11		2		2
Profit and loss account	12		8,088		186,359
Shareholders' funds			<u><u>8,090</u></u>		<u><u>186,361</u></u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 9 form an integral part of these financial statements.

Palantir UK Limited

Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31st December 2007**

In approving these financial statements as directors of the company we hereby confirm.

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31st December 2007 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved by the Board on . 30/0ct./2008 .. and signed on its behalf by

HENRY HAWKINS

Director



The notes on pages 5 to 9 form an integral part of these financial statements.

Palantir UK Limited

Notes to the financial statements for the year ended 31st December 2007

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.2. Turnover

Turnover represents the total value, excluding value added tax, of fees and amounts receivable on consultancy, annual maintenance and software sales for the year.

1.3. Software licences

Software licences were valued at cost less accumulated amortisation.

This year the accounting policy is changed to write off the cost of additions in the year of expenditure. The net book value brought forward from previous year has also been written off.

1.4. Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

1.5. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Website	- 33 1/3 straight line
Fixtures, fittings and equipment	- 25% straight line

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

2. Turnover

Turnover attributable to geographical markets outside the United Kingdom amounted to 35% for the year (2006: 16%).

3. Operating (loss)/profit

	2007	2006
	£	£
Operating (loss)/profit is stated after charging.		
Depreciation and other amounts written off intangible assets	381,061	41,630
Depreciation and other amounts written off tangible assets	23,761	21,668
Loss on disposal of tangible fixed assets	18	-
	<u> </u>	<u> </u>

Palantir UK Limited

**Notes to the financial statements
for the year ended 31st December 2007**

... continued

4. Directors' emoluments

	2007	2006
	£	£
Remuneration and other benefits	<u>58,333</u>	<u>52,500</u>

5. Pension costs

The company operates a defined contribution pension scheme. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £18,313.

6. Tax on (loss)/profit on ordinary activities

Analysis of charge in period	2007	2006
	£	£
Current tax		
UK corporation tax 30% (2006: 30%)	-	31,974
Adjustments in respect of previous periods	<u>(22,480)</u>	<u>-</u>
	<u>(22,480)</u>	<u>31,974</u>

7. Intangible fixed assets

	Software licences £
Cost	
At 1st January 2007	124,903
Additions	<u>297,788</u>
At 31st December 2007	<u>422,691</u>
Provision for diminution in value	
At 1st January 2007	41,630
Charge for year	<u>381,061</u>
At 31st December 2007	<u>422,691</u>
Net book values	
At 31st December 2007	<u>-</u>
At 31st December 2006	<u>83,273</u>

Palantir UK Limited

**Notes to the financial statements
for the year ended 31st December 2007**

..... continued

8. Tangible fixed assets	Website	Fixtures, fittings and equipment	Total
	£	£	£
Cost			
At 1st January 2007	-	86,673	86,673
Additions	8,078	26,548	34,626
Disposals	-	(691)	(691)
At 31st December 2007	<u>8,078</u>	<u>112,530</u>	<u>120,608</u>
Depreciation			
At 1st January 2007	-	49,539	49,539
On disposals	-	(173)	(173)
Charge for the year	2,693	21,068	23,761
At 31st December 2007	<u>2,693</u>	<u>70,434</u>	<u>73,127</u>
Net book values			
At 31st December 2007	<u>5,385</u>	<u>42,096</u>	<u>47,481</u>
At 31st December 2006	<u>-</u>	<u>37,134</u>	<u>37,134</u>

9. Debtors	2007	2006
	£	£
Trade debtors	331,151	281,422
Other debtors	63,569	663
Prepayments and accrued income	17,096	12,485
	<u>411,816</u>	<u>294,570</u>

Palantir UK Limited

**Notes to the financial statements
for the year ended 31st December 2007**

..... continued

10. Creditors: amounts falling due within one year	2007 £	2006 £
Bank overdraft	-	50
Trade creditors	15,206	20,244
Amounts owed to group undertaking	393,269	271,172
Corporation tax	45,800	31,648
Other taxes and social security costs	72,841	67,231
Other creditors	4,410	-
Accruals and deferred income	105,558	20,596
	<u>637,084</u>	<u>410,941</u>
11. Share capital	2007 £	2006 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>
Equity Shares		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>
12. Reserves	Profit and loss account £	Total £
At 1st January 2007	186,359	186,359
Loss for the year	(178,271)	(178,271)
At 31st December 2007	<u>8,088</u>	<u>8,088</u>

13. Ultimate parent undertaking

The Directors believe that the Ultimate Parent Company is Palantir Economic Solutions Ltd incorporated in British Virgin Islands.

Palantir UK Limited

**Notes to the financial statements
for the year ended 31st December 2007**

..... continued

14. Post balance sheet events

In 2008 the company will increase the authorised share capital and parent company will increase the equity base of the company by crystallising £150,000 of outstanding debt due from the company in exchange for equity.