

Registration number 4612415

Palantir UK Limited

Director's report and financial statements

for the year ended 31 December 2004



Palantir UK Limited

Company information

Director	Henry Hawkins Jason Ambrose	21/04/2005
Secretary	The Company Books Limited	
Company number	4612415	
Registered office	Studio 32 Westbourne Studios 242 Acklam Road London W10 5JJ	
Accountants	The Company Books Ltd Garden Floor 6 Coldbath Square London EC1R 5NA	

Palantir UK Limited

Contents

	Page
Director's report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4 - 5
Notes to the financial statements	6 - 8

Palantir UK Limited

**Director's report
for the year ended 31 December 2004**

The director presents his report and the financial statements for the year ended 31 December 2004.

Principal activity

The principal activity of the company during the year was Software Supply and Consultancy.


Director and his interest

The director who served during the year and his interest in the company are as stated below:

	Ordinary shares	
	31/12/04	01/01/04
	or date of	
	appointment	
Henry Hawkins	-	-

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 on 25/07/05 and signed on its behalf by


The Company Books Limited
Secretary

Palantir UK Limited

**Accountants' report on the unaudited financial statements to the director of
Palantir UK Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2004 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

The Company Books Ltd

**Garden Floor
6 Coldbath Square
London
EC1R 5NA**

Date: 24.09.05

Palantir UK Limited

**Profit and loss account
for the year ended 31 December 2004**

		2004	2003
	Notes	£	£
Turnover	2	687,532	395,514
Cost of sales		(172,944)	(214,682)
Gross profit		514,588	180,832
Administrative expenses		(435,788)	(157,202)
Operating profit	3	78,800	23,630
Other interest receivable and similar income		843	411
Profit on ordinary activities before taxation		79,643	24,041
Tax on profit on ordinary activities	6	(15,125)	(2,750)
Profit on ordinary activities after taxation		64,518	21,291
Retained profit for the year		64,518	21,291
Retained profit brought forward		21,289	-
Retained profit carried forward		85,807	21,291

The notes on pages 6 to 8 form an integral part of these financial statements.

Palantir UK Limited

**Balance sheet
as at 31 December 2004**

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	7		19,897		19,800
Current assets					
Debtors	8	229,868		168,972	
Cash at bank and in hand		16,579		14,395	
		<u>246,447</u>		<u>183,367</u>	
Creditors: amounts falling due within one year	9	<u>(180,535)</u>		<u>(181,874)</u>	
Total assets less current liabilities			<u>65,912</u>		<u>1,493</u>
Net assets			<u>85,809</u>		<u>21,293</u>
Capital and reserves					
Called up share capital	10		2		2
Profit and loss account			<u>85,807</u>		<u>21,291</u>
Shareholders' funds			<u>85,809</u>		<u>21,293</u>

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

The notes on pages 6 to 8 form an integral part of these financial statements.

Palantir UK Limited

Balance sheet (continued)

**Director's statements required by Section 249B(4)
for the period ended 31 December 2004**

In approving these financial statements as director of the company I hereby confirm:

(a) that for the period 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 period ended 31 December 2004 and

(c) that I acknowledge my 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 period and of its profit or loss for the period 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 are 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 June 2002).

The financial statements were approved by the Board on 05/09/05 and signed on its behalf by

Henry Hawkins
Director



The notes on pages 6 to 8 form an integral part of these financial statements.

Palantir UK Limited

**Notes to the financial statements
for the year ended 31 December 2004**

1. Accounting policies

1.1. Accounting convention

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

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Research and development

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

1.4. 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:

Fixtures, fittings
and equipment - 25% straight line

1.5. 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

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	2004	2003
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	<u>8,832</u>	<u>6,600</u>

4. Director's emoluments

Remuneration and other benefits	<u>40,000</u>	<u>18,333</u>
---------------------------------	---------------	---------------

Palantir UK Limited

Notes to the financial statements for the year ended 31 December 2004

..... continued

5. Pension costs

The company operates a defined contribution pension scheme in respect of the Virgin Group Stakeholder Pension. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £4,459.

6. Tax on profit on ordinary activities

Analysis of charge in period	2004 £	2003 £
Current tax		
UK corporation tax	15,375	2,750
Adjustments in respect of previous periods	(250)	-
	<u>15,125</u>	<u>2,750</u>

7. Tangible fixed assets

	Fixtures, fittings and equipment £	Total £
Cost		
At 1 January 2004	26,400	26,400
Additions	8,929	8,929
At 31 December 2004	<u>35,329</u>	<u>35,329</u>
Depreciation		
At 1 January 2004	6,600	6,600
Charge for the year	8,832	8,832
At 31 December 2004	<u>15,432</u>	<u>15,432</u>
Net book values		
At 31 December 2004	<u>19,897</u>	<u>19,897</u>
At 31 December 2003	<u>19,800</u>	<u>19,800</u>

Palantir UK Limited

**Notes to the financial statements
for the year ended 31 December 2004**

..... continued

8. Debtors	2004	2003
	£	£
Trade debtors	229,868	120,547
Other debtors	-	4,937
Prepayments and accrued income	-	43,488
	<u>229,868</u>	<u>168,972</u>
9. Creditors: amounts falling due within one year	2004	2003
	£	£
Trade creditors	12,355	74,040
Amounts owed to participating interest	121,808	19,443
Corporation tax	15,375	2,750
Other taxes and social security costs	27,997	17,622
Accruals and deferred income	3,000	68,019
	<u>180,535</u>	<u>181,874</u>
10. Share capital	2004	2003
	£	£
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>

Date of issue of ordinary shares was 9th December 2002

11. Ultimate parent undertaking

This company's ultimate parent company is Palantir Economic Solutions (BVI)

12. Controlling interest

During the period of accounts there were two shadow directors for this company: Mr Jason Ambrose and Mr Bryan Dyck.