

Company Number 05712132

API TECHNOLOGY (UK) LIMITED

Directors' report and financial Statements

For the period ended 28 February 2011



API TECHNOLOGY (UK) LIMITED

COMPANY INFORMATION

Directors

Ross Stanley
Kiran Morzaria

Company Secretary

Kiran Morzaria

Registered Office

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London
SW1A 1RD

Company Number

05712132

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API TECHNOLOGY (UK) LIMITED

DIRECTORS' REPORT

The directors present their report together with the financial statements for the period ended 28 February 2011

Principal activities

The company is an investment company with a convertible loan note which has now been impaired

Results and dividends

The loss for the period after taxation amounted to nil (2010 loss £744,685)

The directors do not recommend the payment of a dividend

Directors

The directors who served during the period were

Kiran Morzaria
Ross Stanley

Post Balance Sheet events

At the date these financial statements were approved, being 31 March 2011, the Directors were not aware of any significant post balance sheet events other than those set out in the notes to the financial statements

Charitable and political donations

During the period there were no charitable or political contributions

DIRECTORS' REPORT (CONTINUED)

Going Concern

The directors consider the company has adequate resources to continue operations for the foreseeable future and that it is therefore appropriate to adopt the going concern basis in preparing its financial statements

International Financial Reporting Standards

The company's financial statements for the period ended 28 February 2011 comply with International Financial Reporting Standards ("IFRS") as adopted by the European Union

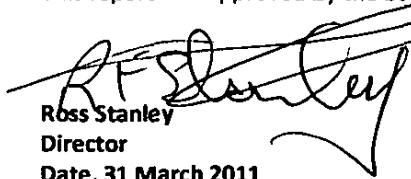
Statement of Directors' responsibilities

The directors prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable 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, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities

This report was approved by the board and signed on its behalf-



Ross Stanley
Director
Date: 31 March 2011

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 28 FEBRUARY 2011

	Notes	Year ended 01 March 2010 to 28 February 2011 £	Year ended 01 March 2009 to 28 February 2010 £
Revenue		-	-
Cost of Sales		-	-
Gross Profit		-	-
Administrative expenses		-	(776)
Impairment of investment		-	(743,909)
Operating Loss		-	(744,685)
Finance income		-	-
Loss before taxation		-	(744,685)
Tax expense		-	-
Loss for the period attributable to shareholders		-	(744,685)

There were no gains or losses for the period other than those included in the statement of comprehensive income

STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2011

	Notes	As at 28 February 2011 £	As at 28 February 2010 £
Current assets			
Cash and cash equivalents		5,182	5,182
		<u>5,182</u>	<u>5,182</u>
Non Current Assets			
Trade and other receivables	2	-	-
		<u>-</u>	<u>-</u>
Total assets		<u>5,182</u>	<u>5,182</u>
Current liabilities			
Trade payables		(750)	(750)
Total liabilities		<u>(750)</u>	<u>(750)</u>
Net assets		<u>4,432</u>	<u>4,432</u>
Equity			
Ordinary Share capital	3	12,000	12,000
Share Premium Reserve		737,615	737,615
Retained earnings		(745,183)	(745,183)
		<u>4,432</u>	<u>4,432</u>

(a) For the year ended at 28 February 2011 the company was entitled to exemption under section 477 of the Companies Act 2006

(b) Members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006,

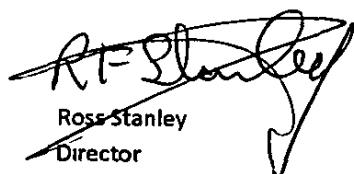
(c) The directors acknowledge their responsibility for

i ensuring the company keeps accounting records which comply with sections 386 and 387 of the Companies Act 2006, 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 sections 394 and 395 of the Companies Act 2006, and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company

(d) The accounts have been prepared in accordance with the special provisions in Part 15 of the Companies Act 2006 relating to small companies

The financial statements were approved by the board of directors and authorised for issue on 31 March 2011 They were signed on its behalf by,


Ross Stanley
Director

STATEMENT OF CHANGES OF EQUITY FOR THE PERIOD ENDED 28 FEBRUARY 2011

	Ordinary Share Capital	Share Premium	Retained Earnings	Total Equity
	£	£	£	£
Balance at 28 February 2009	12,000	737,615	(498)	749,117
Total recognised income and expense for the period	-	-	(744,685)	(744,685)
Balance at 28 February 2010	12,000	737,615	(745,183)	4,432
Total recognised income and expense for the period	-	-	-	-
Balance at 28 February 2011	12,000	737,615	(745,183)	4,432

STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 28 FEBRUARY 2011

	Year ended 01 March 2010 to 28 February 2011 £	Year ended 01 March 2009 to 28 February 2010 £
OPERATING ACTIVITIES		
Operating Loss for the period	-	(744,685)
Adjustments for		
increase in payables	-	550
Impairment of investment	-	743,909
NET CASH FROM OPERATING ACTIVITIES	-	(226)
INVESTING ACTIVITIES		
Investment income	-	-
NET CASH OUTFLOW FROM INVESTING ACTIVITIES	-	-
NET DECREASE IN CASH AND CASH EQUIVALENTS	-	(226)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	5,182	5,408
CASH AND CASH EQUIVALENTS AT END OF PERIOD	5,182	5,182

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 28 FEBRUARY 2011

1 SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance with IFRS

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). The Company's financial statements have been prepared in accordance with IFRS as adopted by the European Union and as applied in accordance with the provisions of the Companies Act 2006. The principal accounting policies adopted by the Company are set out below.

Adoption of standards and interpretations

As at the date of authorisation of these financial statements, there were Standards and Interpretations that were in issue but are not yet effective and have not been applied in these financial statements. The Directors anticipate that the adoption of these Standards and Interpretations in future periods will have no material impact on the financial statements of the company, except for additional disclosures when the relevant Standards come into effect.

Basis of preparation

The principal accounting policies adopted in the preparation of the financial statements are set out below. The policies have been consistently applied to all the periods presented, unless otherwise stated.

The financial statements have been prepared in accordance with and comply with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and with those parts of the Companies Act 2006 applicable to companies preparing their accounts under IFRS.

These financial statements are presented in Sterling since that is the currency in which the majority of the Company's transactions are denominated. The measurement basis used in the preparation of the financial statements is historical cost, except for financial instruments, which are measured at fair value.

Going concern

The financial report for the period ended 28 February 2011 has been prepared on a going concern basis.

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 28 FEBRUARY 2011 (CONTINUED)

1 SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition

Revenue is recognised to the extent that the right to consideration is obtained in exchange for performance. Payment received in advance of performance is deferred on the balance sheet as a liability and released as services are performed or products are exchanged as per the agreement with the customer.

Revenue derived from the license royalties are recognised on notification of payment by the licensee. Revenue derived from the sale of manufactured products and recognised when delivered to the customer in accordance with the specific supply contract terms.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

	2011	2010
	£	£
2 Current trade and other receivables		
Other receivable	743,909	743,909
Impairment of investment	(743,909)	(743,909)
	<u>-</u>	<u>-</u>
	2011	2010
	£	£
3 Share capital		
Authorised		
1,000,000,000 Ordinary shares of £0.001 each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, called up and fully paid		
12,000,000 Ordinary shares of £0.001 each	<u>12,000</u>	<u>12,000</u>
4 Related party transactions		
No other related party transactions took place in the period		