Registration number 898153

Sapphire Research & Electronics Limited

Abbreviated accounts

for the year ended 31st March 2005

Sapphire Research & Electronics Limited

Contents

Sapphire Research & Electronics Limited

Abbreviated balance sheet
as at 31st March 2005

	Notes	2005 £	2005 £	2004 £	2004 £
Fixed assets					
Tangible assets	2		10,530		10,682
Investments	2		112,503		66,587
			123,033		77,269
Current assets					
Stocks		22,046		34,701	
Debtors		227,100		276,039	
Cash at bank and in hand		494,517		388,741	
		743,663		699,481	
Creditors: amounts falling due within one year		(259,553)		(291,423)	
Net current assets			484,110		408,058
Total assets less current liabilities			607,143		485,327
Provisions for liabilities and charges			41		(35)
Net assets			607,184		485,292
Capital and reserves					
Called up share capital	3		500		500
Revaluation reserve			8,841		-
Profit and loss account			597,843		484,792
Shareholders' funds			607,184		485,292

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 3 to 5 form an integral part of these financial statements.

Sapphire Research & Electronics Limited

Abbreviated balance sheet (continued)

Director's statements required by Section 249B(4)
for the year ended 31st March 2005

In approving these abbreviated accounts as director of the company I 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 March 2005 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 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 abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 29th July 2005 and signed on its behalf by

R V Parker
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

Notes to the abbreviated financial statements for the year ended 31st March 2005

1. *Accounting policies*

1.1. Accounting convention

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets 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 goods and services rendered and related sales made during the year.

1.3. Tangible fixed assets and depreciation

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

Leasehold properties	-	Straight line over the life of the lease
Other tangible assets	-	15% to 25% straight line

1.4. Investments

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

1.5. Stock

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

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year in accordance with SSAP 24.

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1.7. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Sapphire Research & Electronics Limited

Notes to the abbreviated financial statements for the year ended 31st March 2005

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2. Fixed assets

	Tangible fixed assets	Investments	Total
	£	£	£
Cost or valuation			
At 1st April 2004	36,259	72,678	108,937
Additions	1,536	106,016	107,552
Revaluation	-	8,841	8,841
Disposals	(3,400)	(75,032)	(78,432)
At 31st March 2005	34,395	112,503	146,898
Depreciation and Provision for diminution in value			
At 1st April 2004	25,577	6,092	31,669
On disposals	(3,397)	(6,092)	(9,489)
Charge for year	1,685	-	1,685
At 31st March 2005	23,865	-	23,865
Net book values			
At 31st March 2005	10,530	112,503	123,033
At 31st March 2004	10,682	66,587	77,269

2.1. Investment details

	2005	2004
	£	£

3. Share capital

	2005	2004
	£	£
Authorised		
500 Ordinary shares of 1 each	500	500
Allotted, called up and fully paid		
500 Ordinary shares of 1 each	500	500