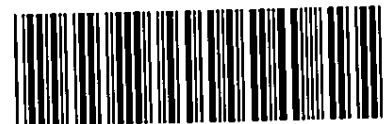


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Abbreviated Unaudited Accounts
for the Year Ended 31 December 2007
for
Swann Systems (UK) Limited

SATURDAY



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31/05/2008

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COMPANIES HOUSE

Swann Systems (UK) Limited

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for the Year Ended 31 December 2007**

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Swann Systems (UK) Limited

**Company Information
for the Year Ended 31 December 2007**

DIRECTORS:

Mr P S Swann
Mr S P Swann
Mr D Tuckley

SECRETARY:

Mrs P T Swann- Jones

REGISTERED OFFICE:

6 Dominus Way
Meridian Business Park
Leicester
Leicestershire
LE19 1RP

REGISTERED NUMBER:

01240012 (England and Wales)

ACCOUNTANTS:

The Rowleys Partnership Ltd
Chartered Accountants
6 Dominus Way
Meridian Business Park
Leicester
Leicestershire
LE19 1RP

Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Swann Systems (UK) Limited

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages three to seven) have been prepared.

In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 31 December 2007 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England & Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements

You have acknowledged on the Balance Sheet as at 31 December 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements

The Rowleys Partnership Ltd

The Rowleys Partnership Ltd
Chartered Accountants
6 Dominus Way
Meridian Business Park
Leicester
Leicestershire
LE19 1RP

25 February 2008

This page does not form part of the abbreviated accounts

Swann Systems (UK) Limited

**Abbreviated Balance Sheet
31 December 2007**

| | Notes | 31 12 07 £ | £ | 31 12 06 £ | £ |
|--|-------|---------------|---------|---------------|---------|
| FIXED ASSETS | | | | | |
| Tangible assets | 2 | | 16,694 | | 18,253 |
| CURRENT ASSETS | | | | | |
| Stocks | | 182,576 | | 158,368 | |
| Debtors | | 206,004 | | 198,137 | |
| Cash at bank and in hand | | 229,975 | | 222,099 | |
| | | 618,555 | | 578,604 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | | 307,332 | | 308,137 | |
| NET CURRENT ASSETS | | | 311,223 | | 270,467 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 327,917 | | 288,720 |
| PROVISIONS FOR LIABILITIES | | | 1,836 | | 1,745 |
| NET ASSETS | | | 326,081 | | 286,975 |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 3 | | 190 | | 90 |
| Profit and loss account | | | 325,891 | | 286,885 |
| SHAREHOLDERS' FUNDS | | | 326,081 | | 286,975 |

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2007.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2007 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 notes form part of these abbreviated accounts

Swann Systems (UK) Limited

Abbreviated Balance Sheet - continued
31 December 2007

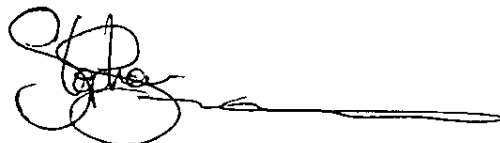
These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board of Directors on 25 February 2008 and were signed on its behalf by

Mr P S Swann - Director

A handwritten signature in black ink, appearing to read 'Peter Swann', with a long horizontal line extending to the right.

Mr S P Swann - Director

A handwritten signature in black ink, appearing to read 'Stephen Swann', with a long horizontal line extending to the right.

The notes form part of these abbreviated accounts

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

Turnover represents net invoiced sales of goods, 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 reducing balance |
| Fixtures and fittings | - 15% on reducing balance |
| Motor vehicles | - 25% on reducing balance |
| Computer equipment | - 20% on reducing balance |

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

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:

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007

2 TANGIBLE FIXED ASSETS

| | Total £ |
|-----------------------|----------------|
| COST | |
| At 1 January 2007 | 105,865 |
| Additions | 2,066 |
| | <u>107,931</u> |
| At 31 December 2007 | |
| DEPRECIATION | |
| At 1 January 2007 | 87,616 |
| Charge for year | 3,621 |
| | <u>91,237</u> |
| At 31 December 2007 | |
| NET BOOK VALUE | |
| At 31 December 2007 | <u>16,694</u> |
| At 31 December 2006 | <u>18,249</u> |

3. CALLED UP SHARE CAPITAL

| Authorised Number | Class: | Nominal value | 31 12 07 £ | 31 12 06 £ |
|-------------------------------|--------------|------------------|---------------|---------------|
| 1,000 | Ordinary | £1 | 1,000 | 1,000 |
| 1,000 | Ordinary 'A' | £1 | 1,000 | 1,000 |
| | | | <u>2,000</u> | <u>2,000</u> |
| | | | | |
| Allotted and issued Number | Class: | Nominal value | 31 12 07 £ | 31 12 06 £ |
| 90 | Ordinary | £1 | 90 | 90 |
| 100 | Ordinary A | £1 | 100 | - |
| (31 12 06 - NIL) | | | | |
| | | | <u>190</u> | <u>90</u> |

The following shares were issued during the year for cash at par

100 Ordinary 'A' shares of £1

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007

4 TRANSACTIONS WITH DIRECTORS

The following loans to directors subsisted during the years ended 31 December 2007 and 31 December 2006

| | 31.12 07 £ | 31.12 06 £ |
|---|---------------|---------------|
| Mr P S Swann | | |
| Balance outstanding at start of year | - | - |
| Balance outstanding at end of year | - | - |
| Maximum balance outstanding during year | <u>349</u> | <u>-</u> |
| Mr S P Swann | | |
| Balance outstanding at start of year | - | - |
| Balance outstanding at end of year | - | - |
| Maximum balance outstanding during year | <u>13</u> | <u>-</u> |