

2899148

MERCER TAX AND MANAGEMENT LIMITED  
45 CHARLES STREET  
LONDON  
W1J 5EH

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED

31st MARCH 2005



MICHAEL DINER  
ACCOUNTANTS AND TAX PRACTITIONERS  
39 STEEPLE CLOSE  
POOLE  
DORSET  
BH17 9BJ

**MERCER TAX AND MANAGEMENT LIMITED**

**REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31st MARCH 2005**

The directors present their report and accounts for the year ended 31st March 2005.

**1. REVIEW OF THE BUSINESS**

The principal activity of the company during the period was that of provision of professional services to non resident property owners.

The company is a close company within the meaning of the Income and Corporation Taxes Act 1970.

**2. RESULTS AND DIVIDENDS**

|                               | 2005    | 2004    |
|-------------------------------|---------|---------|
| Turnover                      | £ 89673 | £ 88676 |
| Profit (Loss) before taxation | £ 40588 | £ 32762 |

The directors recommend the payment of a dividend as shown in the accounts.

**3. DIRECTORS AND THEIR INTERESTS**

The directors during the year and their interest in the Share Capital of the company were as follows:-

**ORDINARY SHARES £1 EACH**

|             |   |
|-------------|---|
| MR C MERCER | 5 |
| MR D BROWN  | - |

**continued:**

**MERCER TAX AND MANAGEMENT LIMITED**

**REPORT OF THE DIRECTORS (Continued.....)**

**DIRECTORS RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the company's affairs and of the profit or loss of the company for that period. In preparing these financial statements the directors are required to select suitable accounting policies and then apply them consistently, to make judgments and estimates that are reasonable and prudent and to prepare the accounts on a 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**BY ORDER OF THE BOARD**

**DIRECTOR**

**DATED:-**

A handwritten signature in black ink, appearing to be 'C. J. M.', written over a horizontal line.

**MERCER TAX AND MANAGEMENT LIMITED**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31st MARCH 2005**

| 2004         |                            | NOTES | £ | £            |
|--------------|----------------------------|-------|---|--------------|
| £            |                            |       |   |              |
| 88676        | TURNOVER                   | 1     |   | 89673        |
| <u>55977</u> | COST OF SALES              | 2     |   | <u>49189</u> |
| 32699        | PROFIT (LOSS) FOR THE YEAR |       |   | 40484        |
| <u>63</u>    | BANK INTEREST RECEIVED     |       |   | <u>104</u>   |
| 32762        |                            |       |   | 40588        |
| <u>5406</u>  | TAXATION                   | 8     |   | <u>7712</u>  |
| 27356        | PROFIT (LOSS) AFTER TAX    |       |   | 32876        |
| <u>32500</u> | NET DIVIDEND PAID          | 9     |   | <u>34200</u> |
| ( 4644)      |                            |       |   | ( 1324)      |
| <u>45517</u> | BALANCE BROUGHT FORWARD    |       |   | <u>40873</u> |
| <u>40873</u> | BALANCE TO RESERVES        |       |   | <u>39549</u> |

The notes on page 5 form part of these accounts

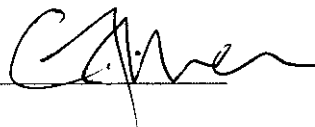
**MERCER TAX AND MANAGEMENT LIMITED**  
**BALANCE SHEET**  
**AS AT 31st MARCH 2005**

| £            | £            | NOTES                                   | £  | £            |
|--------------|--------------|---|----|--------------|
|              | 2004         |   |    |              |
| 7387         |              | <b>FIXED ASSETS</b>                     | 10 | 6512         |
|              |              | <b>CURRENT ASSETS</b>                   |    |              |
|              | 38892        | Debtors                                 | 4  | 40187        |
|              | 475          | Bank balance                            |    | 1037         |
|              | <u>9</u>     | Cash                                    |    | <u>9</u>     |
|              | <u>39376</u> |   |    | <u>41233</u> |
|              |              | <b>CURRENT LIABILITIES</b>              |    |              |
|              | 5406         | Taxation                                | 8  | 7712         |
|              | 475          | Creditors                               | 5  | 475          |
|              | <u>--</u>    | Directors loan                          |    | <u>--</u>    |
|              | <u>5881</u>  |   |    | <u>8187</u>  |
| <u>33495</u> |              | <b>NET CURRENT (LIABILITIES) ASSETS</b> |    | <u>33046</u> |
| <u>40882</u> |              |   |    | <u>39558</u> |
| 9            |              | Share capital                           | 6  | 9            |
| <u>40873</u> |              | <b>PROFIT AND LOSS ACCOUNT</b>          |    | <u>39549</u> |
| <u>40882</u> |              |   |    | <u>39558</u> |

**The notes on pages 5 form part of these accounts**

In preparing these financial statements the directors are of the opinion that the company is entitled to the exemption from audit conferred by section 249A(1) of the Companies Act 1985. No notice has been deposited under 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 accounts which give a true and fair view of the state of the company's affairs at the end of the financial year and of its result in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Act relating to accounts so far as is applicable to the company.

**DIRECTOR**



**MERCER TAX AND MANAGEMENT**

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2005**

**1. TURNOVER**

Turnover represents the invoiced sum of services provided

|  |      |      |
|--|------|------|
|  | 2005 | 2004 |
|--|------|------|

**2. COST OF SALES**

Cost of sales includes the following:-

|                          |     |     |
|--------------------------|-----|-----|
| Accountants remuneration | 475 | 475 |
|--------------------------|-----|-----|

**3. CONVENTION**

The accounts are prepared under the historical cost convention

**4. DEBTORS**

|               |       |       |
|---------------|-------|-------|
| Trade debtors | 40187 | 38892 |
|---------------|-------|-------|

|             |              |              |
|-------------|--------------|--------------|
| Prepayments | <u>--</u>    | <u>--</u>    |
|             | <u>40187</u> | <u>38892</u> |

**5. CREDITORS**

|                 |    |    |
|-----------------|----|----|
| Value added tax | -- | -- |
|-----------------|----|----|

|          |     |     |
|----------|-----|-----|
| Accruals | 475 | 475 |
|----------|-----|-----|

|                          |            |            |
|--------------------------|------------|------------|
| Advanced corporation tax | <u>--</u>  | <u>--</u>  |
|                          | <u>475</u> | <u>475</u> |

**6. SHARE CAPITAL**

Authorised

1000 Ordinary Shares of £1 Each

Issued and fully paid

9 Ordinary Shares of £1 Each

**7. EMPLOYEES**

Average weekly number of employees including directors was:

|           |   |
|-----------|---|
| Directors | 2 |
|-----------|---|

|           |   |
|-----------|---|
| Employees | 1 |
|-----------|---|

**8. TAXATION**

|   |      |       |
|---|------|-------|
| UK Corporation Tax at 0% and 19% (2004: 0% and 19%) | 7712 | 10498 |
|---|------|-------|

|                                 |    |    |
|---------------------------------|----|----|
| Advanced Corporation Tax at 20% | -- | -- |
|---------------------------------|----|----|

**9. DIVIDENDS**

|               |       |       |
|---------------|-------|-------|
| Net dividends | 34200 | 32000 |
|---------------|-------|-------|

|                          |              |              |
|--------------------------|--------------|--------------|
| Advanced corporation tax | <u>--</u>    | <u>--</u>    |
|                          | <u>34200</u> | <u>32000</u> |

**10. FIXED ASSETS**

|                   |       |       |
|-------------------|-------|-------|
| Equipment at cost | 19203 | 13634 |
|-------------------|-------|-------|

|           |            |             |
|-----------|------------|-------------|
| Additions | <u>594</u> | <u>5569</u> |
|-----------|------------|-------------|

|  |       |       |
|--|-------|-------|
|  | 19797 | 19203 |
|--|-------|-------|

|              |              |              |
|--------------|--------------|--------------|
| Depreciation | <u>13285</u> | <u>11816</u> |
|              | <u>6512</u>  | <u>7387</u>  |