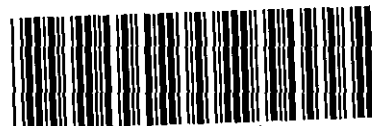


REPORT OF THE DIRECTOR AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 2006
FOR
K2 SOFTWARE LIMITED

SATURDAY



ARHC1MR8

A25

03/02/2007

242

COMPANIES HOUSE

K2 SOFTWARE LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 2006

	Page
Company Information	1
Report of the Director	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5
Report of the Accountants	7
Profit and Loss Account	8

K2 SOFTWARE LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 5TH APRIL 2006

DIRECTOR: K Phillips

SECRETARY: Mrs K Phillips

REGISTERED OFFICE: Wheatleys
High Road
ASHTON KEYNES
Wiltshire
SN6 6NX

REGISTERED NUMBER: 03049739 (England and Wales)

ACCOUNTANTS: Ekins & Co (Swindon)
Accountants and Tax Consultants
31 Victoria Road
SWINDON
Wiltshire
SN1 3AW

K2 SOFTWARE LIMITED

REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 5TH APRIL 2006

The director presents his report with the financial statements of the company for the year ended 5th April 2006.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of computer programming consultants.

DIRECTOR

K Phillips was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	5.4.06	6.4.05
Ordinary £1 shares	1	1

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:

K. Phillips
.....
Mrs K Phillips - Secretary

Date: *26th* *07*

K2 SOFTWARE LIMITED**PROFIT AND LOSS ACCOUNT**
FOR THE YEAR ENDED 5TH APRIL 2006

		5.4.06	5.4.05
	Notes	£	£
TURNOVER		96,289	98,175
Administrative expenses		69,076	51,504
OPERATING PROFIT	2	27,213	46,671
Interest receivable and similar income		2,403	1,682
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		29,616	48,353
Tax on profit on ordinary activities	3	5,073	9,209
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		24,543	39,144
Retained profit brought forward		40,379	33,235
		64,922	72,379
Dividends	4	(10,000)	(32,000)
RETAINED PROFIT CARRIED FORWARD		<u>£54,922</u>	<u>£40,379</u>

K2 SOFTWARE LIMITED**BALANCE SHEET****5TH APRIL 2006**

		5.4.06		5.4.05	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		47		702
CURRENT ASSETS:					
Stocks		2,250		1,700	
Debtors	6	6,874		19,476	
Cash at bank		77,719		124,199	
		86,843		145,375	
CREDITORS: Amounts falling due within one year	7	31,966		105,696	
NET CURRENT ASSETS:			54,877		39,679
TOTAL ASSETS LESS CURRENT LIABILITIES:			£54,924		£40,381
CAPITAL AND RESERVES:					
Called up share capital	8		2		2
Profit and loss account			54,922		40,379
SHAREHOLDERS' FUNDS:			£54,924		£40,381

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 5th April 2006.

The members have not required the company to obtain an audit of its financial statements for the year ended 5th April 2006 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his 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.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The financial statements were approved by the director on Jan'y '07 and were signed by:


K Phillips - Director

The notes form part of these financial statements

K2 SOFTWARE LIMITED

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 5TH APRIL 2006**

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 2005).

Turnover

Turnover represents net invoiced sales of services, 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.

Fixtures and fittings	- 20% on cost
Office equipment	- 33% on cost

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	5.4.06	5.4.05
	£	£
Depreciation - owned assets	655	804
	<u> </u>	<u> </u>
Director's emoluments and other benefits etc	36,596	23,347
	<u> </u>	<u> </u>

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	5.4.06	5.4.05
	£	£
Current tax:		
UK corporation tax	5,073	9,209
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	5,073	9,209
	<u> </u>	<u> </u>

4. DIVIDENDS

	5.4.06	5.4.05
	£	£
Interim - Ordinary shares	10,000	32,000
	<u> </u>	<u> </u>

K2 SOFTWARE LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 2006****5. TANGIBLE FIXED ASSETS**

	Fixtures and fittings	Office equipment	Totals
	£	£	£
COST:			
At 6th April 2005 and 5th April 2006	1,818	12,852	14,670
DEPRECIATION:			
At 6th April 2005	1,701	12,267	13,968
Charge for year	93	562	655
At 5th April 2006	1,794	12,829	14,623
NET BOOK VALUE:			
At 5th April 2006	24	23	47
At 5th April 2005	117	585	702

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	5.4.06 £	5.4.05 £
Trade debtors	6,874	19,476

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	5.4.06 £	5.4.05 £
Directors current accounts	24,802	87,473
Other creditors	1,080	1,995
V.A.T.	1,037	4,346
Social security & other taxes	(26)	2,677
Taxation	5,073	9,205
	31,966	105,696

8. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	5.4.06 £	5.4.05 £
100	Ordinary	£1	100	100
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	5.4.06 £	5.4.05 £
2	Ordinary	£1	2	2