

Powder Services Limited

ACCOUNTS FOR THE 12 MONTHS ENDED

31st December 2004

COMPANY NUMBER 3275400



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Powder Services Limited

REPORT OF THE DIRECTORS

For the twelve months ended 31 December 2004

The directors present their report together and the financial statements for the period ended 31 December 2004

Principal Activity

The principal activity of the company is the supply of consumables to the mobile communications and other technology industries.

Business review and future developments

The directors consider the results to be in line with expectations and anticipate positive returns during the next two years.

The directors do not propose payment of dividend.

Director's responsibilities for the financial statements

Company law requires the directors to 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 and 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; and
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors are responsible for the maintenance of 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

BY ORDER OF THE BOARD



Powder Services Limited

Principal Accounting Policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable standards. The principal accounting policies of the company have remained unchanged from the previous year.

Cash Flow Statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Powder Services Limited

Profit and Loss Account

For the 12 months ended 31 December 2004

	2004	2003
	£	£
Turnover	15,276	12,957
Cost of Sales	25,096	9,303
Gross Loss	(9,820)	3,654
Other Operating Charges	192,206	24,634
Operating Loss	(202,026)	(20,980)
Interest Receivable	444	13
Loss on ordinary activities before taxation	(201,582)	(20,967)
Tax on profit on ordinary activities	-	-
Loss retained and transferred to from reserves	(201,582)	(20,967)

All transactions arose from continuing operations.

There were no recognised gains and losses other than the loss for the financial period.

Powder Services Limited

Balance Sheet as at 31 December 2004

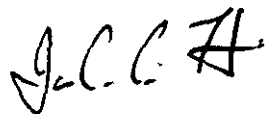
	2004 £	2003 £
Fixed Assets		
Tangible Assets	40,055	-
Current Assets		
Stocks	-	-
Debtors Trade	2,600	3,610
Debtors Other	10,373	-
Cash at bank and in hand	33,547	4,468
	46,520	8,078
Creditors; amounts falling due within one year	41,590	220,981
Total assets less current liabilities	44,985	(212,903)
Creditors – amounts falling due after more than one year	459,470	-
	(414,485)	(212,903)
Capital and reserves		
Called up share capital	2	2
Profit and loss account	(414,487)	(212,905)
Shareholder's funds	(414,485)	(212,903)

The directors, claiming exemption from audit, state that:

- a) For the 12 months ended 31st December 2004 the directors have taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1) (total exemption).
- b) No notice has been deposited under subsection (2) of section 249B in relation to its accounts for the financial year.
- c) The directors acknowledge their responsibility for :-
 - a. Ensuring that the company keeps accounting records which comply with section 211 of the Companies Act 1985, and
 - b. Preparing accounts which give a fair view of the state of the company as at the end of the financial year in accordance with the requirements of section 266, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

- d) Advantage has been taken of the exemptions conferred by Section A Part III of the schedule 8, and
- e) In the opinions of the directors, the company is entitled to those exemptions on the basis that it qualifies as a small company.

Director;

A handwritten signature in black ink, appearing to be 'J.C.C. H.' with a stylized flourish at the end.

Approved by the Board on: 23/02/05