

A/40568

FINSBURY (DEVELOPMENT) LIMITED

REPORT AND ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
30 SEPTEMBER 2003

REGISTRAR'S COPY

Company No: 3446336



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Auditors' Report to Finsbury (Development) Limited under Section 247B of the Companies Act 1985

We have examined the Abbreviated Accounts on pages 4 to 6, together with the full Financial Statements of the Company for the year ended 30 September 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the Company in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the Company those matters we are required to state to the Company in this auditors' 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, for our work, for this report or for the opinions we have formed.

Respective Responsibilities of Directors and Auditors

The Directors are responsible for preparing the Abbreviated Accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the Company is entitled to deliver Abbreviated Accounts prepared in accordance with the Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the Accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out the procedures we consider necessary to confirm, by reference to the full Financial Statements, that the Company is entitled to deliver Abbreviated Accounts and that the Abbreviated Accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full Financial Statements.

Opinion

In our opinion the Company is entitled to deliver Abbreviated Accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the Abbreviated Accounts on pages 4 to 6 are properly prepared in accordance with those provisions.



Littlejohn Frazer

Chartered Accountants
and Registered Auditors

22 July 2004

1 Park Place
Canary Wharf
London E14 4HJ

Company law requires the Directors to prepare Financial Statements for each financial period which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company, for that period. In preparing those Financial Statements the Directors are required to:

- select suitable Accounting Policies and then apply them consistently;
- make judgments 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;
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for maintaining 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.

	Note	2003	2002
Fixed Assets			
Tangible assets	1	225,209	147,716
Current Assets			
Debtors	2,797,554	1,348,393	
Cash at bank and in hand	11,521	-	
	2,809,075	1,348,393	
Creditors: amounts falling due within one year	1,345,353	455,189	
Net Current Assets		1,463,722	893,204
Total Assets less Current Liabilities		1,688,931	1,040,920
Creditors: amounts falling due after one year		51,832	76,015
Provisions for Liabilities and Charges		38,445	35,563
		£1,598,654	£929,342
Capital and Reserves			
Called-up share capital	2	10	10
Profit and Loss Account		1,598,644	929,332
Equity Shareholders' Funds		£1,598,654	£929,342

These Accounts have been prepared in accordance with the special provisions relating to small companies under S246 Companies Act 1985 with respect to the delivery of individual Accounts.

Approved by the Board on 2 July 2004

M A Tuke

R B Simmons

) Directors

The Accounting Policies and Notes on pages 5 and 6 form part of these Abbreviated Accounts.

Basis of Accounting

The Accounts are prepared under the historical cost basis of accounting and comply with applicable Accounting Standards.

Turnover

Turnover represents the value of research and development services provided (excluding Value Added Tax).

Deferred Taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities have not been discounted.

Foreign Currencies

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the Balance Sheet date.

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

All differences are taken to the Profit and Loss Account.

Pension Costs

The Company contributes towards personal pension plans on behalf of employees including Directors. The funds of the schemes are administered by trustees and are separate from the Company. Contributions are paid by the Company and employees. The pension charge represents contributions payable by the Company for the period. The Company's liability is limited to the amounts of the contributions.

Leasing and Hire Purchase Commitments

Assets obtained under hire purchase contracts are capitalised in the Balance Sheet and are depreciated over their expected useful lives.

The interest element of the rental obligations is charged to the Profit and Loss Account over the period of the contracts and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income as incurred.

Research and Development

Expenditure incurred in undertaking research and development activity (as defined by SSAP 13 – Accounting for Research and Development) is written off to the Profit and Loss Account in the period in which it is incurred.

Depreciation

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of each asset, less any estimated residual value, evenly over its expected useful life. The depreciation rates used are:

Leasehold improvements	-	in equal instalments over the period of the lease
Tools and machinery	-	15% on the reducing balance
Computer equipment	-	33½% on cost
Motor vehicles	-	25% on cost
Office equipment	-	15% on cost

1. Tangible Fixed Assets	Total
Cost	
At 1 October 2002	218,496
Additions	222,115
Disposals	(124,820)
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At 30 September 2003	315,791
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Depreciation	
At 1 October 2002	70,780
Provided during the year	51,007
Disposals	(31,205)
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At 30 September 2003	90,582
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Net Book Value	
At 30 September 2003	£225,209
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At 30 September 2002	£147,716
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All fixed assets are provided for or used exclusively in research and development.

2. Called-up Share Capital	2003	2002	2003	2002
			Allotted, called-up and fully paid	
	Authorised			
Ordinary shares of £1 each	£1,000	£1,000	£10	£10
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