

Registration Number 04028680 (England & Wales)

Imitation Limited

Abbreviated Accounts

for the year ended 31 July 2003



Imitation Limited

**Accountants' Report to the Shareholders on the Unaudited Financial Statements
of Imitation Limited**

The following reproduces the text of the report prepared for the purposes of Section 249A(2) Companies Act 1985 in respect of the company's financial statements, from which the abbreviated accounts (set out on pages 2 to 5) have been prepared.

'We report on the financial statements for the year ended 31 July 2003 set out on pages 3 to 9.

Respective responsibilities of directors and reporting accountants

As described on page 1, the company's director is responsible for the preparation of the financial statements and he considers that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within that , fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1) '

Naunton Jones Le Masurier
Chartered Certified Accountants
5 St Andrews Crescent
Cardiff
CF10 3DA

Naunton Jones Le Masurier
17 Aug 2004

Imitation Limited

**Abbreviated Balance Sheet
as at 31 July 2003**

		2003		2002	
	Notes	£	£	£	£
Fixed Assets					
Intangible assets	2		201,946		58,824
Tangible assets	2		11,275		17,045
			<u>213,221</u>		<u>75,869</u>
Current Assets					
Debtors		59		10,571	
Cash at bank and in hand		48		-	
		<u>107</u>		<u>10,571</u>	
Creditors: amounts falling due within one year		<u>(99,338)</u>		<u>(142,513)</u>	
Net Current Liabilities			<u>(99,231)</u>		<u>(131,942)</u>
Total Assets Less Current Liabilities			113,990		(56,073)
Creditors: amounts falling due after more than one year			<u>(42,687)</u>		<u>(45,535)</u>
Net Assets/(Liabilities)			<u>71,303</u>		<u>(101,608)</u>
Capital and Reserves					
Called up share capital	3		110,000		25,000
Profit and loss account			<u>(38,697)</u>		<u>(126,608)</u>
Shareholders' Funds			<u>71,303</u>		<u>(101,608)</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 4 to 5 form an integral part of these financial statements.

Imitation Limited

Abbreviated Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 July 2003**

In approving these abbreviated accounts as director of the company I hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 July 2003 and
- (c) that I acknowledge my responsibilities for:
 - (1) ensuring that the company keeps accounting records which comply with Section 221, and
 - (2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

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

The abbreviated accounts were approved by the Board on 19 May 2004 and signed on its behalf by



E Furse
Director

The notes on pages 4 to 5 form an integral part of these financial statements.

Imitation Limited

Notes to the Abbreviated Financial Statements for the year ended 31 July 2003

1. Accounting Policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention .

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Intangible assets

Intangible assets are written off in equal annual instalments over their estimated useful economic life of 20 years.

1.4. Patents

Patents are valued at cost less accumulated amortisation.

1.5. Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same year unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period from which the company is expected to benefit.

1.6. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Computer equipment	-	25% straight line
Fixtures, fittings and equipment	-	15% reducing balance

Imitation Limited

Notes to the Abbreviated Financial Statements for the year ended 31 July 2003

..... continued

2. Fixed assets

	Intangible assets	Tangible fixed assets	Total
	£	£	£
Cost			
At 1 August 2002	58,824	23,540	82,364
Additions	150,622	-	150,622
At 31 July 2003	<u>209,446</u>	<u>23,540</u>	<u>232,986</u>
Depreciation			
Provision for diminution in value			
At 1 August 2002	-	6,495	6,495
Charge for year	7,500	5,770	13,270
At 31 July 2003	<u>7,500</u>	<u>12,265</u>	<u>19,765</u>
Net book values			
At 31 July 2003	<u>201,946</u>	<u>11,275</u>	<u>213,221</u>
At 31 July 2002	<u>58,824</u>	<u>17,045</u>	<u>75,869</u>

3. Share capital

	2003	2002
	£	£
Authorised equity		
110,000 Ordinary shares of £1 each	<u>110,000</u>	<u>25,000</u>
Allotted, called up and fully paid equity		
110,000 Ordinary shares of £1 each	<u>110,000</u>	<u>25,000</u>