

Registration number 04028680 (England & Wales)

Imitation Limited

Abbreviated accounts

for the year ended 31 July 2004



Imitation Limited

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Imitation Limited

**Accountants' report on the unaudited financial statements to the director of
Imitation Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 July 2004 set out on pages 2 to 5 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

Naunton Jones Le Masurier

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

Signature 5th 2005

Date:

Imitation Limited

**Abbreviated balance sheet
as at 31 July 2004**

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	2		194,446		201,946
Tangible assets	2		5,455		11,275
			<u>199,901</u>		<u>213,221</u>
Current assets					
Debtors		118		59	
Cash at bank and in hand		1,851		48	
		<u>1,969</u>		<u>107</u>	
Creditors: amounts falling due within one year		<u>(89,700)</u>		<u>(99,338)</u>	
Net current liabilities			<u>(87,731)</u>		<u>(99,231)</u>
Total assets less current liabilities			112,170		113,990
Creditors: amounts falling due after more than one year			<u>(41,344)</u>		<u>(42,687)</u>
Net assets			<u>70,826</u>		<u>71,303</u>
Capital and reserves					
Called up share capital	3		110,000		110,000
Profit and loss account			<u>(39,174)</u>		<u>(38,697)</u>
Shareholders' funds	4		<u>70,826</u>		<u>71,303</u>

The director's 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)

**Director's statements required by Section 249B(4)
for the year ended 31 July 2004**

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 2004 and

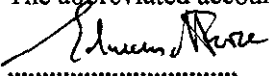
(c) that I acknowledge my responsibilities for:

(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 3/9/2005 and signed on its behalf by



.....
Dr 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 2004

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

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

1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its 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 2004

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2. Fixed assets	Intangible	Tangible	Total
	assets £	fixed assets £	
Cost			
At 1 August 2003	209,446	23,540	232,986
Disposals	-	(7,924)	(7,924)
At 31 July 2004	209,446	15,616	225,062
Depreciation and Provision for diminution in value			
At 1 August 2003	7,500	12,265	19,765
On disposals	-	(5,943)	(5,943)
Charge for year	7,500	3,839	11,339
At 31 July 2004	15,000	10,161	25,161
Net book values			
At 31 July 2004	194,446	5,455	199,901
At 31 July 2003	201,946	11,275	213,221
3. Share capital		2004 £	2003 £
Authorised			
110,000 Ordinary shares of 1 each		110,000	25,000
Allotted, called up and fully paid			
110,000 Ordinary shares of 1 each		110,000	110,000
4. Reconciliation of movements in shareholders' funds		2004 £	2003 £
Loss for the year		(477)	(62,089)
Net proceeds of equity share issue		-	85,000
Other recognised gains or losses		-	150,000
Net addition to shareholders' funds		(477)	172,911
Opening shareholders' funds		71,303	(101,608)
Closing shareholders' funds		70,826	71,303