

Unaudited Abbreviated Accounts for the Year Ended 31 December 2004

for

Investment Sciences Limited





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for the Year Ended 31 December 2004**

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Company Information
for the Year Ended 31 December 2004

DIRECTORS:

Mr M G Fordham
Mr S R Wise
Mr M K Bannerjee
Mr R Hornstein
Mr D Prais
Mr J R Witcombe
Mr C F French

SECRETARY:

Mr S R Wise

REGISTERED OFFICE:

Broom House
39/43 London Road
Hadleigh
Benfleet
Essex
SS7 2QL

REGISTERED NUMBER:

4297122 (England and Wales)

ACCOUNTANTS:

PFO Broom & Co
Chartered Certified Accountants
Broom House
39/43 London Road
Hadleigh, Benfleet
Essex SS7 2QL

BANKERS:

HSBC Bank plc
84 New Road
Gravesend
Kent
DA11 0AS

Abbreviated Balance Sheet

31 December 2004

| | Notes | 31.12.04 £ | 31.12.03 £ |
|--|-------|------------------|------------------|
| FIXED ASSETS | | | |
| Tangible assets | 2 | 5,728 | 9,747 |
| CURRENT ASSETS | | | |
| Stocks | | - | 10,000 |
| Debtors | | 59,699 | 55,231 |
| Cash at bank and in hand | | 73,177 | 254,194 |
| | | <u>132,876</u> | <u>319,425</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 3 | <u>199,658</u> | <u>474,824</u> |
| NET CURRENT LIABILITIES | | <u>(66,782)</u> | <u>(155,399)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>(61,054)</u> | <u>(145,652)</u> |
| CREDITORS | | | |
| Amounts falling due after more than one year | 3 | <u>41,667</u> | <u>66,667</u> |
| | | <u>(102,721)</u> | <u>(212,319)</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 4 | 2,010 | 1,400 |
| Share premium | | 665,990 | 239,600 |
| Profit and loss account | | <u>(770,721)</u> | <u>(453,319)</u> |
| SHAREHOLDERS' FUNDS | | <u>(102,721)</u> | <u>(212,319)</u> |

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their 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.

Abbreviated Balance Sheet - continued
31 December 2004

These abbreviated accounts 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 June 2002).

ON BEHALF OF THE BOARD:



Mr M G Fordham - Director



Mr S R Wise - Director

Approved by the Board on 2 September 2005

Notes to the Abbreviated Accounts
for the Year Ended 31 December 2004

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 June 2002).

Turnover

Turnover represents net invoiced provision 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 |
| Computer equipment | - 50% 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.

Research and development investment and IPR

The company continued with a substantial planned investment in software development for 2004. In line with company policy, investment in software development has not been capitalised and is not reflected as an asset within the company's accounts. The IPR is owned by the company.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. TANGIBLE FIXED ASSETS

| | Total £ |
|-----------------------|------------|
| COST | |
| At 1 January 2004 | 23,340 |
| Additions | 2,707 |
| | <hr/> |
| At 31 December 2004 | 26,047 |
| | <hr/> |
| DEPRECIATION | |
| At 1 January 2004 | 13,593 |
| Charge for year | 6,726 |
| | <hr/> |
| At 31 December 2004 | 20,319 |
| | <hr/> |
| NET BOOK VALUE | |
| At 31 December 2004 | 5,728 |
| | <hr/> |
| At 31 December 2003 | 9,747 |
| | <hr/> |

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2004

3. CREDITORS

The following secured debts are included within creditors:

| | 31.12.04 | 31.12.03 |
|------------|-----------------|-----------------|
| | £ | £ |
| Bank loans | 66,667 | 91,667 |
| | <u> </u> | <u> </u> |

4. CALLED UP SHARE CAPITAL

| | | | | |
|-------------|----------|---------|-----------------|-----------------|
| Authorised: | | | | |
| Number: | Class: | Nominal | 31.12.04 | 31.12.03 |
| | | value: | £ | £ |
| 10,000,000 | Ordinary | £1 | 10,000,000 | 10,000,000 |
| | | | <u> </u> | <u> </u> |

| | | | | |
|----------------------------------|----------|---------|-----------------|-----------------|
| Allotted, issued and fully paid: | | | | |
| Number: | Class: | Nominal | 31.12.04 | 31.12.03 |
| | | value: | £ | £ |
| 2,010 | Ordinary | £1 | 2,010 | 1,400 |
| (31.12.03 - 1,400) | | | <u> </u> | <u> </u> |

The following fully paid shares were allotted during the year at a premium as shown below:

610 Ordinary shares of £1 each at £699 per share