

**NEPTUNE INVESTMENT MANAGEMENT LIMITED**

**REGISTRATION NUMBER 4341768**

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED**

**31 December 2003**



# NEPTUNE INVESTMENT MANAGEMENT LIMITED

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**NEPTUNE INVESTMENT MANAGEMENT LIMITED**

**INDEPENDENT AUDITORS' REPORT TO NEPTUNE INVESTMENT MANAGEMENT LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the Company for the year ended 31 December 2003 prepared under section 226 of the Companies Act 1985.

**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 ('the Act'). It is our responsibility to form an independent opinion as to whether the Company is entitled to deliver abbreviated accounts prepared in accordance with 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.

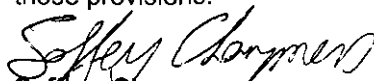
This report is made solely to the Company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Basis of audit opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the 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 in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

  
**Saffery Champness**  
Chartered Accountants  
Registered Auditors

Lion House  
Red Lion Street  
London  
WC1R 4GB

9 September 2004

**NEPTUNE INVESTMENT MANAGEMENT LIMITED**

**ABBREVIATED BALANCE SHEET**

As at 31 December 2003

		Year ended 31 December 2003	7 months ended 31 December 2002
	Notes	£	£
<b>Fixed assets</b>			
Intangible assets	2	50,000	50,417
Tangible assets	3	37,253	64,344
		<u>87,253</u>	<u>114,761</u>
<b>Current assets</b>			
Debtors		159,809	150,546
Cash at bank and in hand		258,208	722,240
		<u>418,017</u>	<u>872,786</u>
<b>Creditors: amounts falling due within one year</b>		<u>(193,952)</u>	<u>(236,604)</u>
<b>Net current assets</b>		<u>224,065</u>	<u>636,182</u>
<b>Net assets</b>		<u>311,318</u>	<u>750,943</u>
<b>Capital and reserves</b>			
Called up share capital	4	58,536	50,000
Share premium account		2,335,188	1,551,321
Profit and loss account		(2,082,406)	(850,378)
<b>Shareholders' funds - equity interests</b>		<u>311,318</u>	<u>750,943</u>

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

The financial statements were approved by the Board on 4 June 2004.

R J H Geffen

R H Warner

**Directors**



**NEPTUNE INVESTMENT MANAGEMENT LIMITED****Notes to the abbreviated accounts**

For the year ended 31 December 2003

**1 Accounting policies****1.1 Accounting convention**

The financial statements have been prepared under the historical cost convention.

**1.2 Compliance with accounting standards**

The financial statements are prepared in accordance with applicable accounting standards.

**1.3 Turnover**

Turnover represents amounts receivable for services net of VAT and trade discounts.

**1.4 Goodwill**

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

**1.5 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on a straight line basis to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	over 3 years
Fixtures, fittings & equipment	over 3 years

**1.6 Pensions**

The pension costs charged in the financial statements represent the contributions payable by the Company during the period under a money purchase scheme in accordance with FRS 17.

**1.7 Deferred taxation**

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

**2 Intangible fixed assets**

	<b>Goodwill</b> <b>£</b>
<b>Cost</b>	
At 1 January 2003	55,000
Additions	50,000
	<hr/>
<b>At 31 December 2003</b>	<b>105,000</b>
	<hr/>
<b>Amortisation</b>	
At 1 January 2003	4,583
Charge for the year	50,417
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<b>At 31 December 2003</b>	<b>55,000</b>
	<hr/>
<b>Net book value</b>	
<b>At 31 December 2003</b>	<b>50,000</b>
	<hr/>
At 31 December 2002	50,417
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**NEPTUNE INVESTMENT MANAGEMENT LIMITED****Notes to the abbreviated accounts (continued)**

For the year ended 31 December 2003

Goodwill has arisen on the purchase of the right to act as investment advisers as appointed representatives on various funds. Amortisation is provided over one year as this reflects its useful economic life in the opinion of the directors.

**3 Tangible fixed assets**

Details of the tangible fixed assets of the Company are as follows:

	<b>Plant and machinery £</b>
<b>Cost</b>	
At 1 January 2003	78,549
Additions	898
	<hr/>
<b>At 31 December 2003</b>	<b>79,447</b>
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<b>Depreciation</b>	
At 1 January 2003	14,205
Charge for the year	27,989
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<b>At 31 December 2003</b>	<b>42,194</b>
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<b>Net book value</b>	
<b>At 31 December 2003</b>	<b>37,253</b>
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At 31 December 2002	64,344
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**4 Called up share capital**

	<b>2003 £</b>	<b>2002 £</b>
Authorised		
10,000,000 Ordinary shares of 1p each	<b>100,000</b>	100,000
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Allotted, called up and fully paid		
5,853,602 Ordinary shares of 1p each	<b>58,536</b>	50,000
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During the year 764,284 ordinary shares of 1p each were issued for cash. The aggregate gross proceeds of the issue were £764,284. A total of 39,318 new ordinary shares were issued in exchange for services rendered by third parties and a further 50,000 shares were issued as consideration for an investment management contract. In all the above cases, the premium on the issue has been credited to the share premium account.

**NEPTUNE INVESTMENT MANAGEMENT LIMITED****Notes to the abbreviated accounts (continued)**

For the year ended 31 December 2003

Under the Company's share option schemes options over ordinary 1p shares in the Company have been granted, and have not lapsed or been exercised or surrendered, to certain employees under the following terms:

Number of shares	Exercise price	Earliest exercisable date	Date of expiry
58,500	100p	24 September 2007	24 September 2012
57,500	100p	8 October 2008	8 October 2013