

TAXLINK DIRECT LIMITED
COMPANY NUMBER: 4414392
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31/3/05



TAXLINK DIRECT LIMITED

FOR THE YEAR ENDED 31/3/05

DIRECTORS: Balkrishna Munmohan
 Devashnee Munmohan

REGISTERED OFFICE: 39A Algernon Road
 Hendon
 London
 NW4 3TA

COMPANY SECRETARY: Devashnee Munmohan

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2005

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The following does not form part of the statutory financial statements:

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TAXLINK DIRECT LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31/3/05

The directors present their annual report and the Financial Statements for the year ended 31 March 2005.

Principal Activities and Review of the Business:

The company is principally engaged in providing accountancy and taxation services. The results for the period are set out on page 2. The directors consider the results to be satisfactory.

Directors:

The directors who served during the year and their beneficial interests in the Company's issued ordinary share capital were as follows:

	<u>Ordinary Share of £1 each</u>	
	2005	2004
Balkrishna Munmohan	2	2
Devashnee Munmohan	2	2

Approved by the Board on 23/01/06 and signed on its behalf.



Balkrishna Munmohan
Director

TAXLINK DIRECT LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31/3/05

	Notes	<u>2005</u> £	<u>2004</u> £
Turnover	3	49,899	54,930
Expenses		<u>(23,096)</u>	<u>(25,733)</u>
Profit/(Loss) on Ordinary Activities Before Interest		<u>26,803</u>	<u>29,197</u>
Interest Receivable		104	53
Profit/(Loss) on Ordinary Activities Before Taxation	4	<u>26,907</u>	<u>29,250</u>
Tax on Profit On Ordinary activities		<u>(4,012)</u>	<u>(4,565)</u>
Profit/(Loss) On Ordinary Activities After Taxation		22,895	24,685
Dividend Paid/Proposed		<u>23,000</u>	<u>23,000</u>
Retained Profit/(Loss) For The Year		(105)	1,685
Retained Profit/(Loss) brought forward		3,378	1,693
Retained Profit/(Loss) carried forward		<u><u>3,273</u></u>	<u><u>3,378</u></u>

There were no recognised gains and losses for the period other than those included in the profit and loss account.

The notes on pages 5 to 7 form part of these financial statements.

TAXLINK DIRECT LIMITED

BALANCE SHEET AS AT 31 MARCH 2005

	Notes	<u>2005</u>	<u>2004</u>
		£	£
<u>Fixed Assets:</u>			
Tangible Assets	5	579	724
<u>Current Assets:</u>			
Debtors	6	3,665	131
Cash at Bank		<u>3,045</u>	<u>5,895</u>
		<u>6,710</u>	<u>6,026</u>
<u>Creditors:</u>			
Amounts falling due within 1 year	7	4,012	3,368
<u>Net Current Assets (Liabilities)</u>		2,698	2,658
<u>Net Assets (Liabilities)</u>		<u><u>3,277</u></u>	<u><u>3,382</u></u>
<u>Capital and Reserves:</u>			
Called-Up Share Capital	8	4	4
Profit & Loss Account		3,273	3,378
<u>Shareholders' Funds - All Equity</u>	9	<u><u>3,277</u></u>	<u><u>3,382</u></u>

Continued on page 4

The notes on pages 5 to 7 form part of these financial statements.

TAXLINK DIRECT LIMITED

BALANCE SHEET AS AT 31 MARCH 2005

Continued.....

The directors consider that the company is entitled to exemption from the requirements to have an audit under provisions of section 249(A)1 of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the Company as at 31 March 2005 and of its profit/(loss) for the period then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the financial statements in so far as applicable to the company.

The directors have taken advantage, in preparation of the annual accounts, of the exemptions available under Part 1 of Schedule 8 to the Companies Act 1985, on the grounds that the company qualifies as a small company by virtue of section 247 of the Companies Act 1985.

The financial statements were approved by the Board of Directors on 23/01/06 and signed on their behalf by:



Balkrishna Munmohan
Director

The notes on pages 5 to 7 form part of these financial statements.

TAXLINK DIRECT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31/3/05

1. GOING CONCERN:

The company has prepared a budget of projected financial information for the year to 31 March 2006. This indicates the income to be generated by the company to remain a going concern.

The directors consider these budgeted figures to be realistic. The directors have also considered the position beyond March 2005 and consider that adequate fee income can be raised to meet ongoing overheads. The directors are continuing to take active steps to reduce the level of such overheads.

The directors consider that in preparing the financial statements they have taken into account all information that could reasonably be expected to be available. On this basis they consider that it is appropriate to prepare the financial statements on the going concern basis. This assumes that the directors are successful in obtaining the required level of income.

The financial statements do not include any adjustments that would result if the directors plans were not successful. Should this income not be obtained then adjustments would be required to reduce the value of certain assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify fixed assets as current assets.

2. ACCOUNTING POLICIES

(a). Basis of Preparation Of Financial Statements:

The financial statements are prepared under the historical cost convention include the results of the Company's operations which described in the Directors Report and all of which are continuing.

(b). Turnover:

Turnover represents the total invoice value, of services rendered include expenses recovered from clients.

(c). Tangible Fixed Assets:

Tangible Fixed Assets are stated at cost less depreciation. Depreciation has been calculated at the following annual rate so as to write off the cost of the tangible fixed assets over their estimated useful lives.

Furniture & Office Equipment 20% Straight Line Basis

TAXLINK DIRECT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31/3/05

(d). Deferred Taxation:

Provision is made for taxation deferred as a result of material timing differences between income and expenditure for tax and accounts purposes 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 near future.

3. TURNOVER

Turnover is all attributable to the one principal activity of the company.

4. TAXATION

	<u>2005</u>	<u>2004</u>
	£	£
U.K. Corporation Tax	<u>4,012</u>	<u>4,565</u>

5. TANGIBLE FIXED ASSETS:

	<u>Equipment</u>	<u>Equipment</u>
	£	£
<u>Cost</u>		
b/f	1,130	1,130
Additions	-	-
At 31 March 2005	<u>1,130</u>	<u>1,130</u>

Depreciation:

b/f	406	226
Charge for the year	<u>145</u>	<u>180</u>
At 31 March 2005	<u>551</u>	<u>406</u>

Net Book Value

As at 31 March 2005	<u>579</u>	<u>724</u>
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6. DEBTORS

Directors' Loan Accounts	<u>3,665</u>	<u>131</u>
	<u>3,665</u>	<u>131</u>

7. CREDITORS:

Corporation Tax	<u>4,012</u>	<u>3,368</u>
	<u>4,012</u>	<u>3,368</u>

TAXLINK DIRECT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31/3/05

	<u>2005</u> £	<u>2004</u> £
<u>8. CALLED UP SHARE CAPITAL:</u>		
Authorised:		
4 Ordinary Shares of £1 each	<u>4</u>	<u>4</u>
Allotted, called up and fully paid		
4 Ordinary Shares of £1 each	<u>4</u>	<u>4</u>
<u>9. MOVEMENT ON SHAREHOLDERS' FUNDS:</u>		
Profit/(Loss) for the year	(105)	1,685
Proceeds of Share Issue	<u>-</u>	<u>-</u>
	(105)	1,685
Opening shareholders' funds	<u>3,382</u>	<u>1,697</u>
Closing shareholders' funds	<u>3,277</u>	<u>3,382</u>

TAXLINK DIRECT LIMITED
INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31/3/05

	<u>2005</u>	<u>2004</u>
	£	£
<u>Turnover including Recoverable Expenses</u>	49,899	54,930
 <u>Expenses:</u>		
Advertising & Promotion	2,420	2,795
Bank Charges & Interest	191	75
Secretarial & Office Assistance	7,750	8,250
Computer Accessories & Consumables	2,338	2,511
Office Rental	2,400	2,400
Subscriptions & Insurance	492	334
Printing, Postage & Stationery	2,639	3,968
Sundries	15	15
Telephone, Internet & Fax	1,382	1,460
Motor, Travelling & Subsistence	3,323	3,745
Depreciation	145	180
	<u>23,096</u>	<u>25,733</u>
 <u>Net Profit/(Loss)</u>	 <u><u>26,803</u></u>	 <u><u>29,197</u></u>