
PENCILFISH LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2004



LAKIN ROSE

CHARTERED ACCOUNTANTS

PENCILFISH LIMITED

COMPANY INFORMATION

DIRECTORS	M J Shaw G D Hurst
SECRETARY	M J Shaw
COMPANY NUMBER	04509493
REGISTERED OFFICE	2 Francis Court High Ditch Road Fen Ditton Cambridge CB5 8TE
ACCOUNTANTS	Lakin Rose Chartered Accountants Enterprise House Vision Park Histon Cambridge CB4 9ZR

PENCILFISH LIMITED

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PENCILFISH LIMITED

DIRECTORS' REPORT
For the year ended 31 March 2004

The directors present their report and the financial statements for the year ended 31 March 2004.

PRINCIPAL ACTIVITIES

The company was incorporated on 13 August 2002 and commenced trading on 1 April 2003. Its principal activity is that of subcontract design services.

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary shares of £1 each	
	<u>2004</u>	<u>2003</u>
M J Shaw	1	1
G D Hurst	1	1

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on

16/8/04

and signed on its behalf.



M J Shaw
Secretary

PENCILFISH LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31 March 2004

	Note	Year ended 31 March 2004 £	Period ended 31 March 2003 £
TURNOVER	1	196,085	-
Cost of sales		(65,945)	-
GROSS PROFIT		130,140	-
Administrative expenses		(46,615)	-
OPERATING PROFIT	2	83,525	-
Interest receivable		179	-
Interest payable		(511)	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		83,193	-
TAX ON PROFIT ON ORDINARY ACTIVITIES	4	(16,487)	-
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		66,706	-
DIVIDENDS		(54,000)	-
RETAINED PROFIT FOR THE FINANCIAL YEAR		£ 12,706	£ -

The notes on pages 4 to 8 form part of these financial statements.

PENCILFISH LIMITED

BALANCE SHEET
As at 31 March 2004

	Note	31 March 2004	31 March 2003
		£	£
FIXED ASSETS			
Intangible fixed assets	5	12,000	-
Tangible fixed assets	6	5,389	-
		<u>17,389</u>	<u>-</u>
CURRENT ASSETS			
Debtors	7	45,517	2
Cash at bank		20,805	-
		<u>66,322</u>	<u>2</u>
CREDITORS: amounts falling due within one year	8	(70,951)	-
		<u>(4,629)</u>	<u>2</u>
NET CURRENT (LIABILITIES)/ASSETS			
		<u>12,760</u>	<u>2</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	9	(52)	-
NET ASSETS		<u>£ 12,708</u>	<u>£ 2</u>
CAPITAL AND RESERVES			
Called up share capital	10	2	2
Profit and loss account		12,706	-
SHAREHOLDERS' FUNDS		<u>£ 12,708</u>	<u>£ 2</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. 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 financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2004 and of its profit for the year 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 so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on 16/8/04 and signed on its behalf.

G D Hurst
Director



The notes on pages 4 to 8 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

1. ACCOUNTING POLICIES**1.1 Basis of preparation of financial statements**

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).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to profit and loss account over its estimated economic life.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures and fittings	-	10% straight line
Office equipment	-	25% straight line

1.6 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

1.7 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

2. OPERATING PROFIT

The operating profit is stated after charging:

	Year ended 31 March 2004	Period ended 31 March 2003
	£	£
Amortisation	3,000	-
Depreciation of tangible fixed assets:		
- owned by the company	1,053	-
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

3. DIRECTORS' REMUNERATION

	Year ended 31 March 2004 £	Period ended 31 March 2003 £
Aggregate emoluments	£ 9,200	£ -

4. TAXATION

	Year ended 31 March 2004 £	Period ended 31 March 2003 £
Analysis of tax charge in year		
Current tax (see note below)		
UK corporation tax charge on profits of the year	16,435	-
Deferred tax		
Origination and reversal of timing differences	52	-
Total deferred tax (see note 9)	52	-
Tax on profit on ordinary activities	£ 16,487	£ -

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK.

There were no factors that may affect future tax charges.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

5. INTANGIBLE FIXED ASSETS

	Goodwill £
Cost	
At 1 April 2003	-
Additions	15,000
	<u>15,000</u>
At 31 March 2004	<u>15,000</u>
Amortisation	
At 1 April 2003	-
Charge for the year	3,000
	<u>3,000</u>
At 31 March 2004	<u>3,000</u>
Net book value	
At 31 March 2004	£ 12,000
At 31 March 2003	£ -

6. TANGIBLE FIXED ASSETS

	Furniture, fittings and equipment £
Cost	
Transfers in	9,008
Additions	77
	<u>9,085</u>
At 31 March 2004	<u>9,085</u>
Depreciation	
Transfers in	2,643
Charge for the year	1,053
	<u>3,696</u>
At 31 March 2004	<u>3,696</u>
Net book value	
At 31 March 2004	£ 5,389
At 31 March 2003	£ -

PENCILFISH LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

7. DEBTORS

	2004 £	2003 £
Due within one year		
Trade debtors	38,116	-
Other debtors	7,401	2
	<u>£ 45,517</u>	<u>£ 2</u>

8. CREDITORS:
Amounts falling due within one year

	2004 £	2003 £
Bank loans and overdrafts	1,667	-
Trade creditors	16,240	-
Corporation tax	16,435	-
Social security and other taxes	6,367	-
Other creditors	30,242	-
	<u>£ 70,951</u>	<u>£ -</u>

9. DEFERRED TAXATION

	2004 £	2003 £
At 1 April 2003	-	-
Charge for the year	52	-
	<u>£ 52</u>	<u>£ -</u>
At 31 March 2004		

The deferred tax provision is made up as follows:

	2004 £	2003 £
Accelerated capital allowances	52	-
	<u>£ 52</u>	<u>£ -</u>

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2004

10. SHARE CAPITAL

	2004 £	2003 £
Authorised		
1,000 Ordinary shares of £1 each	£ 1,000	£ 1,000
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	£ 2	£ 2

11. OPERATING LEASE COMMITMENTS

At 31 March 2004 the company had annual commitments under non-cancellable operating leases as follows:

	2004 £	2003 £
Expiry date:		
Between 2 and 5 years	14,300	-