

OPTIMISED NETWORKS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2007

Company Registration No 4677082 (England and Wales)

THURSDAY



A31 *A20OZQ0P* 423
31/05/2007
COMPANIES HOUSE

COMPANY INFORMATION

Directors	L Davenport R Mocherla
Company Secretary	G J Sherry
Company number	4677082
Registered office	63 Gordian Way Stevenage Herts SG2 7QH

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

CONTENTS

	Page
Director's report	3-4
Profit and Loss Account	5
Balance Sheet	6
Notes to the Financial Statements	7-11

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

DIRECTOR'S REPORT
FOR THE YEAR ENDED 28 FEBRUARY 2007

The directors present their report and the financial statements of the company for the year ended 28 February 2007

PRINCIPAL ACTIVITIES

The principal activity of the company is the remote monitoring, administration and management of computer networks

DIRECTORS

The directors who served the company throughout the year together with their interests (including family interests) in the shares of the company, at the beginning and end of the year were as follows

	Ordinary shares of £0.0001 each	Ordinary shares of £0.0001 each
	2007	2006
L Davenport	4,000,000	4,000,000
R Mocherla	4,000,000	4,000,000

RESULTS AND DIVIDENDS

The trading results for the period are set out on page 5

Turnover for the period was £30,396 (2006 £16,368)

The directors do not propose the payment of a dividend (2006 NIL)

CHARITABLE AND POLITICAL CONTRIBUTIONS

There were no contributions or donations for either charitable or political purposes in the year (2006 NIL)

SUBSEQUENT EVENTS

There were no events subsequent to the period-end requiring disclosure in the financial statements

**DIRECTOR'S REPORT
FOR THE YEAR ENDED 28 FEBRUARY 2007**

DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company for that period. In preparing those financial statements the directors are required to

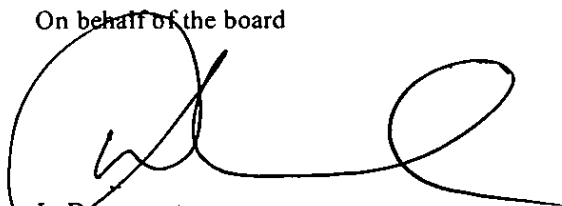
- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors confirm that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 28 February 2007 and that applicable accounting standards have been followed.

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

On behalf of the board



L. Davenport
Director

Date: 27th MAY 2007

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR TO 28 FEBRUARY 2007**

		2007	2006
	Notes	£	£
Turnover	2	30,396	16,368
Cost of Sales		9,675	2,313
Gross Profit		<u>20,720</u>	<u>14,055</u>
Administrative expenses		(27,912)	(33,585)
Operating Loss	3	<u>(7,192)</u>	<u>(19,530)</u>
Interest receivable and similar income	4	30	19
Loss on ordinary activities before taxation		<u>(7,162)</u>	<u>(19,511)</u>
Tax on loss on ordinary activities	5	-	-
Loss on ordinary activities after taxation		(7,162)	(19,511)
Retained Loss for the Financial Year		<u>(7,162)</u>	<u>(19,511)</u>

There are no recognised gains or losses other than those included in the profit and loss account above

All amounts relate to continuing activities

The notes on pages 7 to 11 form part of these financial statements

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

BALANCE SHEET
AS AT 28 FEBRUARY 2007

	Notes	2007 £	2006 £
Fixed Assets			
Tangible Fixed Assets	6	246	549
Current assets			
Debtors	7	2,405	3,077
Cash at Bank and in hand		2,180	75
		<u>4,585</u>	<u>3,152</u>
Creditors			
Amounts due within one year	8	<u>6,078</u>	<u>3,787</u>
		(1,493)	(636)
Total assets less current liabilities		<u>(1,247)</u>	<u>(87)</u>
Creditors			
Amounts due after one year	9	<u>(43,510)</u>	<u>(37,509)</u>
Net Liability		<u>(44,757)</u>	<u>(37,596)</u>
Capital and reserves			
Called up share capital	10	950	950
Share premium account		23,432	23,432
Reserves		(61,977)	(42,466)
Profit and loss account	12	<u>(7,162)</u>	<u>(19,511)</u>
Shareholders' Deficit		<u>(44,757)</u>	<u>(37,596)</u>

In preparing these financial statements:

- 1 For the year ended 28 February 2007 the Directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- 2 Members have not required the company to obtain an Audit in accordance with section 249B(2) of the Companies Act 1985, and
- 3 The director acknowledges his responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company

These financial statements 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 (2002)

The financial statements were approved by the Board on 27th May 2007


L. Davenport
Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2007**

1 ACCOUNTING POLICIES

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities

1.2 Cash flow statement

The Company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company

1.3 Depreciation and diminution in value of assets

Tangible fixed assets are stated at cost less depreciation

1.4 Tangible Fixed Assets

Equipment which discretely or grouped exceeds £750 in value is deemed to be a tangible asset

Equipment – Depreciation

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Buildings plant and equipment	- 10 to 15 years
General equipment, furniture and fittings	- 5 years
Computer equipment and software	- 3 years

1.5 Foreign Currencies

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of transactions

1.6 Going Concern

The company meets its day to day working capital requirements through the support of the directors. The directors are confident that the company can continue to operate within this arrangement and therefore that it is appropriate to prepare the abbreviated financial statements on the going concern basis.

2 TURNOVER

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

3 OPERATING LOSS

	2007	2006
Operating loss is stated after charging	£	£
Directors Remuneration	-	-
Accountants fees	300	-
Depreciation of owned assets	304	329

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2007**

OTHER OPERATING EXPENSES

	2007	2006
	£	£
Administrative expenses	27,912	33,585
Other operating expenses	-	-
	<u>27,912</u>	<u>33,585</u>

4 INVESTMENT INCOME

	2007	2007
	£	£
Bank Interest	30	19
	<u>30</u>	<u>19</u>

5 TAXATION

On the basis of these financial statements no provision has been made for corporation tax

6 TANGIBLE FIXED ASSETS

	Computer Equipment	Total
	£	£
Cost:		
At 1 March 2006	1,237	1,237
Additions	-	-
Disposals	-	-
At 28 February 2007	<u>1,237</u>	<u>1,237</u>
Depreciation		
At 1 March 2006	688	688
Provided during the year	304	304
At 28 February 2007	<u>992</u>	<u>992</u>
Net Book Value		
At 28 February 2007	<u>246</u>	<u>246</u>
At 28 February 2006	<u>549</u>	<u>549</u>

7 DEBTORS

	2007	2006
	£	£
Trade debtors	2,405	2,838
Other debtors	-	238
	<u>2,405</u>	<u>3,077</u>

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2007**

8	CREDITORS	2007	2006
		£	£
	Trade creditors	5,153	3,787
	Accruals	300	-
	VAT	625	-
		<u>6,078</u>	<u>3,787</u>

9	CREDITORS DUE AFTER MORE THAN ONE YEAR	2007	2006
		£	£
	Directors Current Account	43,510	37,507
		<u>43,510</u>	<u>37,507</u>

Deferred tax

An unrecognised deferred tax asset of £68,162 existed at 28 February 2007 (2006 £61,304) primarily in respect of trading losses arising in the company

10	SHARE CAPITAL	2007	2006
		£	£
	Authorised		
	10,000,000 Ordinary shares of £0 0001 each	<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	9,500,000 Ordinary shares of £0 0001 each	<u>950</u>	<u>950</u>

11	PROFIT AND LOSS ACCOUNT	2007	2006
		£	£
	Opening retained loss	(61,977)	(42,466)
	Loss for the financial year	(7,162)	(19,511)
	Closing retained loss	<u>(69,139)</u>	<u>(61,977)</u>

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2007**

12 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' DEFICIT

	2007 £	2006 £
Opening shareholders' deficit	(37,596)	(18,934)
New Capital Introduced	-	850
Loss for the financial year	<u>(7,162)</u>	<u>(19,511)</u>
Closing shareholders' deficit	<u>(44,757)</u>	<u>(37,596)</u>

OPTIMISED NETWORKS LIMITED
Company Registration No 4677082 (England and Wales)

**SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED 28 FEBRUARY 2007**

ADMINISTRATIVE EXPENSES	2007	2006
	£	£
Office Rent	367	453
Motoring Expenses	17,990	20,911
Travel Expenses	3,066	1,544
Print/Post/Stationery	33	8
General Office expenses	553	1,464
Utilities	352	-
Telephone/Fax & ADSL	2,465	2,600
Computer Software	2,000	5,796
Professional Fees	390	359
Repairs and Maintenance	48	-
Bank Charges	345	121
Depreciation	304	329
	<hr/> 27,912 <hr/>	<hr/> 33,585 <hr/>