

CLARITY IT LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

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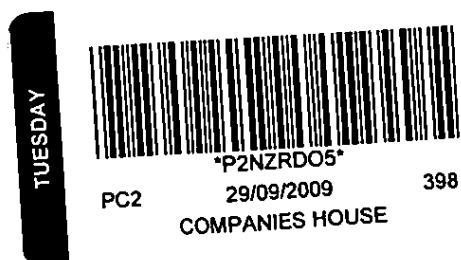
DIRECTORS: A Frost

SECRETARY: S Applegate

REGISTERED OFFICE: 29a High Street
Waterbeach
Cambridge
CB25 9JU

REGISTRATION NUMBER: 4766541

ACCOUNTANTS: Prentis & Co LLP
Chartered Accountants
115c Milton Road
Cambridge
CB4 1XE



FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

DIRECTORS REPORT

The director presents his report and financial statements for the year ended 30th November 2008.

PRINCIPAL ACTIVITY

The principal activity of the company continues to be that of software consultancy and supply.

DIRECTORS

The director in office in the year is as follows:

A Frost

This report, which has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, was approved by the Board on 28 September 2009 and signed on its behalf.



A FROST
DIRECTOR

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

ACCOUNTANTS REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS
OF CLARITY IT LIMITED

In order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account and Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet your duty to ensure that the company has kept proper accounting records and to prepare financial statements for the year ended 30th November 2008 that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and do not, therefore, express any opinion on the financial statements.



PRENTIS & CO LLP

CHARTERED ACCOUNTANTS

115c Milton Road
Cambridge
CB4 1XE

28 September 2009

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

PROFIT AND LOSS ACCOUNT

	Notes	2008 £	2007 £
Turnover	1	90291	62077
Administrative expenses		40394	29899
Operating profit	2	49897	32178
Other income		100	150
Interest receivable		141	104
Profit on ordinary activities before tax		50138	32432
Tax on profit on ordinary activities	3	9688	6687
Profit on ordinary activities after tax being profit on ordinary activities for the financial year		40450	25745
Balance at 1st December 2007		(10300)	(9645)
		30150	16100
Dividends	4	33000	26400
Balance at 30th November 2008		(2850)	(10300)

None of the company's activities were acquired or discontinued during the year and there were no recognised gains and losses for 2007 or 2008 other than those indicated in the Profit and Loss Account.

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

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

BALANCE SHEET

	Notes	2008 £	2007 £
FIXED ASSETS			
Tangible assets	5	6247	3336
CURRENT ASSETS			
Debtors	6	-	824
Cash at bank and in hand		3229	16217
		<u>3229</u>	<u>17041</u>
CREDITORS: amounts falling due within one year	7	<u>11326</u>	<u>29677</u>
NET CURRENT LIABILITIES		<u>(8097)</u>	<u>(12636)</u>
Net Liabilities		<u>(1850)</u>	<u>(9300)</u>
CAPITAL AND RESERVES			
Called up share capital	8	1000	1000
Profit and Loss Account		<u>(2850)</u>	<u>(10300)</u>
SHAREHOLDERS FUNDS - all equity	9	<u>(1850)</u>	<u>(9300)</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. Members have not required the company under Section 249b(2) of the Companies Act 1985, to obtain an audit for the year ended 30th November 2008. 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 30th November 2008 and of its profit for the year then ended in accordance with the requirements of Section 226a, and which otherwise comply with the requirements of the Act relating to the financial statements as far as applicable to the company.

The financial statements which have been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 applicable to small companies, were approved by the Board 28 September 2009 and signed on its behalf


A FROST
DIRECTOR

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

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

(a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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

The financial statements have been prepared on a going concern basis. This may not be appropriate because at 30th November 2008 the company's current liabilities exceeded its current assets by £8097 and total liabilities of the company were £11326. The company is reliant upon the continued support of its directors, bank and creditors, but there is no evidence to suggest that this will not continue and that further funds will not be provided as necessary, to enable the company to continue as a going concern.

(b) TURNOVER

Turnover comprises the invoiced value of goods and services supplied by the company, excluding VAT and trade discounts.

(c) TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write-off the costs less estimated residual value of each asset evenly over their expected useful lives as follows:

Equipment - 25% straight line

(d) DEFERRED TAXATION

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred taxation is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

(e) CASH FLOW STATEMENTS

The company, being a company of small size within the meaning of the Companies Act 1985, has used the exemption provided by Financial Reporting Standard No:1 under which they are not required to include a cash flow statement as part of their financial statements.

(f) FOREIGN CURRENCIES

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2.	OPERATING PROFIT	2008	2007
	This is stated after charging:	£	£
	Depreciation of tangible fixed assets		
	- owned by the company	3406	2246
	- Directors emoluments	<u>19300</u>	<u>13200</u>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

NOTES TO THE FINANCIAL STATEMENTS

3.	TAXATION	2008	2007
		£	£
	UK Corporation Tax - current period	9688	6765
	Deferred tax credit	-	(78)
		<u>9688</u>	<u>6687</u>

The tax assessed for the period differs from than the underlying rate of UK taxation applicable to the company of 20.67% (2007:19.67%). The differences are explained below:

Profit on ordinary activities before tax	50138	32432
Profit on ordinary activities multiplied by standard rate of 20.67% (2007: 19.67%)	10363	6378
Income not taxable	(21)	(29)
Expenses not deductible for tax purposes	101	319
Depreciation for period in excess of capital allowances	(755)	97
Current tax charge for the period	<u>9688</u>	<u>6765</u>

4.	DIVIDENDS	2008	2007
		£	£
	Equity dividends paid on ordinary shares at £33.00 (2007: £26.40) per share.	<u>33000</u>	<u>26400</u>

5.	TANGIBLE FIXED ASSETS		Equipment
	COST		£
	Balance at 1st December 2007		9042
	Additions		6317
	Balance at 30th November 2008		<u>15359</u>
	DEPRECIATION		
	Balance at 1st December 2007		5706
	Charge for the year		3406
	Balance at 30th November 2008		<u>9112</u>
	NET BOOK VALUE AT 30TH NOVEMBER 2008		<u>6247</u>
	NET BOOK VALUE AT 30TH NOVEMBER 2007		<u>3336</u>

6.	DEBTORS	2008	2007
		Due within one year	Due within one year
		£	£
	Trade debtors	<u>-</u>	<u>824</u>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH NOVEMBER 2008

NOTES TO THE FINANCIAL STATEMENTS

7.	CREDITORS			2008 Due within one year £	2007 Due within one year £
	Corporation Tax			9688	11890
	Accruals and deferred income			1182	1400
	Other creditors			3	9197
	Other taxes and social security costs			453	7190
				<u>11326</u>	<u>29677</u>
8.	SHARE CAPITAL			Authorised 2008 £	2007 £
	Ordinary shares of £1 each			<u>1000</u>	<u>1000</u>
					Allotted Called Up & Fully paid 2008 £
					2007 £
9.	RECONCILIATION OF RESERVES				
				Called Up Share Capital £	Profit & Loss Account £
	Balance at 1st December 2007			1000	(10300)
	Profit for the year			-	40450
	Dividends			-	(33000)
	Balance at 30th November 2008			<u>1000</u>	<u>(2850)</u>
10.	RELATED PARTIES				
	The controlling party is A Frost by virtue of his 100% ownership of the issued ordinary share capital.				