

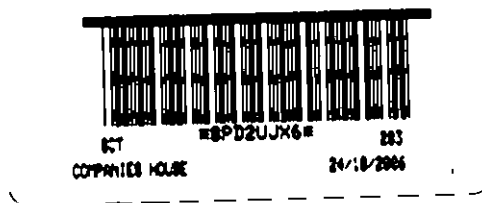
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112013

S.I. Associates Limited

Abbreviated Financial Statements

Year Ended

31 December 2005



S I. Associates Limited

Abbreviated financial statements for the year ended 31 December 2005

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Directors

T Jones
J Gallacher
H Clark
D Connell
Lord I ang of Monkton
G Heron

Secretary and registered office

HBJ Secretarial Limited, 100 West Regent Street, Glasgow G2 2QD

Company number

112013

Auditors

BDO Stoy Hayward LLP, Ballantine House, 168 West George Street, Glasgow, G2 2P1

Bankers

Bank of Scotland, PO Box 9 110 Queen Street, Glasgow, G1 3BY

HSBC , 7 West Nile Street, Glasgow G1 2RQ

Solicitors

Henderson Boyd Jackson WS, 247 West George Street, Glasgow G2 4QI

S.I. Associates Limited

Independent auditor's report

Independent auditor's report to S I Associates Limited under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements which comprise the balance sheet and the related notes together with the financial statements of the company for the year ended 31 December 2005 prepared under section 226 of the Companies Act 1985

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated financial statements have been properly prepared in accordance with those provisions and to report our opinion to you.


Our report has been prepared pursuant to the requirements of Section 247B of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of Section 247B of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the full financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered have been 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 financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements have been properly prepared in accordance with those provisions.



BDO STOY HAYWARD LLP

*Chartered Accountants
and Registered Auditors
Glasgow*

5 September 2006

S.I. Associates Limited

Balance sheet at 31 December 2005

	Note	2005	2005	2004	2004
		£	£	As restated	As restated
				£	£
Fixed assets					
Tangible assets	2		15,985		21,149
Fixed asset investments	3		70		70
			<u>16,055</u>		<u>21,219</u>
Current assets					
Debtors		346,436		437,754	
Cash at bank and in hand		387,587		174,502	
		<u>734,023</u>		<u>612,256</u>	
Creditors: amounts falling due within one year		<u>230,658</u>		<u>272,357</u>	
Net current assets			<u>503,365</u>		<u>339,899</u>
Total assets less current liabilities			<u>519,420</u>		<u>361,118</u>
Provisions for liabilities					1,572
			<u>519,420</u>		<u>359,546</u>
Capital and reserves					
Called up share capital	4		16,700		16,700
Share premium account			5,950		5,950
Profit and loss account			496,770		336,896
Shareholders' funds			<u>519,420</u>		<u>359,546</u>

These financial statements 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 of directors and authorised for issue on 5 September 2006


H Clark
Director

The notes on pages 3 to 6 form part of these financial statements

1 Accounting policies

The financial statements have been prepared under the historical cost convention

The following principal accounting policies have been applied

Consolidated financial statements

The company is exempt from the requirement to prepare consolidated financial statements by virtue of section 248 of the Companies Act 1985 as the group it heads qualifies as a small group. These financial statements therefore present information about the company as an individual undertaking and not about its group.

Turnover

Turnover represents fees rendered for professional services during the year, stated net of value added tax, as adjusted for work done but not invoiced at the year end.

Depreciation

Depreciation is provided to write off the cost or valuation, less estimated residual values, of all tangible fixed assets over their expected useful lives. It is calculated at the following rates:

Leasehold improvements	20% straight line
Fixtures & fittings	20% straight line
Office Equipment	20% straight line
Computer equipment	33% straight line

Work in progress

Work in progress represents fees receivable in respect of work in hand at the year end, estimated at varying stages of completion and invoiced subsequently, from which a proportion is deducted to cover the net profit margin, thus reducing the valuation to cost.

Foreign currency

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet dates. Any differences are taken to the profit and loss account.

1 Accounting policies (*continued*)

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief, and
- the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences

Deferred tax balances arising from underlying timing differences in respect of tax allowances on industrial buildings are reversed if and when all conditions for retaining those allowances have been met

Deferred tax balances are not discounted

Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account.

Lease payments are analysed between capital and interest components. The interest element of the payment is charged to the profit and loss account over the period of the lease and is calculated so that it represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight line basis over the term of the lease.

Pension costs

Contributions to the company's group personal pension plan are charged to the profit and loss account in the period in which they become payable.

2 Tangible fixed assets

	Total £
<i>Cost</i>	
At 1 January 2005	120,726
Additions	7,576
	<hr/>
At 31 December 2005	128,302
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<i>Depreciation</i>	
At 1 January 2005	99,577
Provided for the year	12,740
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At 31 December 2005	112,317
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<i>Net book value</i>	
At 31 December 2005	15,985
	<hr/>
At 31 December 2004	21,149
	<hr/>

3 Fixed asset investments

	Total £
<i>Cost or valuation</i>	
At 1 January 2005 and 31 December 2005	70

Subsidiary undertakings

The principal undertakings in which the company's interest at the year end is 20% or more are as follows

	Country of incorporation or registration	Class of share capital held	Proportion of share capital held
<i>Subsidiary undertakings</i>			
SI Associates Inc	USA	Common stock	100%

The company established its US subsidiary in November 2001. The company holds the entire issued capital of 10,000 shares of common stock of US\$0.01 each.

Unless otherwise stated, the following figures have been extracted from audited financial statements for the year ended 31 December 2005.

	Aggregate share capital and reserves		Profit for the year	
	2005	2004	2005	2004
	£	£	£	£
<i>Subsidiary undertakings</i>				
SI Associates Inc	(221,571)	(151,538)	(54,279)	72,858

4 Share capital

	2005	Authorised 2004	Allotted, called up and fully paid	
	£	£	2005	2004
	£	£	£	£
Ordinary shares of £1 each	20,000	20,000	16,700	16,700