

Brainstar Limited

Directors: S.Z. Khan
G.S. Paice

Secretary: G.S. Paice

Registered Office: Profex House
25 School Lane
Bushey
Herts. WD23 1SS

Company Number: 1592921

Financial Statements for the
Year Ended 31st March 2002

<u>Contents</u>	<u>Page</u>
Directors Report	2 - 3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6 - 7



BRAINSTAR LIMITED

Report of the Directors

The directors present their report together with the financial statements of the company for the year ended 31st March 2002.

Principal activities

The company's main business is that of cleaning contractors together with decorating and plumbing.

Directors

The directors who served the company together with their interests in the company's shares were:

	<u>Ordinary Shares</u>	
	<u>31/3/02</u>	<u>1/4/01</u>
S.Z. Khan	66	66
G.S. Paice	33	33

Mr. Khan and Mr. G. Paice have an interest in one further share which they own in the ratio of 2/3 to 1/3 respectively.

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 and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a) Select suitable accounting policies and apply them consistently;
- b) Make judgements and estimates that are reasonable and prudent;
- c) Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

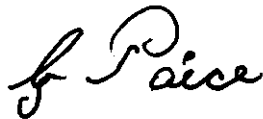
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets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

BRAINSTAR LIMITED

Directors' Report (continued)

The accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the Board

A handwritten signature in cursive script, appearing to read 'G. S. Paice'.

G. S. Paice

Secretary

20th May 2002

BRAINSTAR LIMITED

Profit and Loss Account for the year ended 31st March 2002

	<u>Notes</u>	<u>2002</u> <u>£</u>	<u>2001</u> <u>£</u>
TURNOVER	2	283,706	311,604
Cost of sales		(219,195)	(241,604)
Gross Profit		64,511	70,000
Distribution and Administration	3	(63,905)	(65,718)
Operating profit		606	4,282
Interest receivable		96	776
Profit on ordinary activities before taxation		702	5,058
Taxation	4	(86)	(665)
Profit on ordinary activities after taxation		616	4,393
Dividends paid	5	-	-
Retained profit for the year		616	4,393

BRAINSTAR LIMITED
Balance Sheet as at 31st March 2002

	<u>Notes</u>	<u>2002</u> £	<u>2001</u> £
FIXED ASSETS			
Tangible Assets	7	1,000	1,187
		-----	-----
CURRENT ASSETS			
Stock and Work in Progress	8	1,000	1,000
Debtors	9	21,351	29,986
Cash at bank and in hand		23,473	26,145
		-----	-----
		45,824	57,131
Creditors: Amounts falling due within one year	10	(15,852)	(27,962)
		-----	-----
NET CURRENT ASSETS		29,972	29,169
		-----	-----
		-----	-----
Net Assets		30,972	30,356
=====		=====	=====
CAPITAL and RESERVES			
Called - Up Share Capital	11	100	100
Profit and Loss Account	12	30,872	30,256
		-----	-----
		30,972	30,356
		=====	=====

In preparing these unaudited financial statements advantage has been taken of the exemption under section 249A(1) of the Companies Act 1985. No notice requiring an audit has been deposited by members under section 249B(2).

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 and of the profit or loss of the company for that period and which comply with the provisions of the Companies Act 1985. 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 enable them to ensure that the financial statements comply with the Companies Act. They are also responsible for safeguarding the assets of the company and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective March 2000).

Signed on behalf of the Board


S. Z. Khan

Director

20th May 2002

BRAINSTAR LIMITED

Notes forming part of the financial statements for the year ended 31st March 2002.

1.ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000)

Turnover

Turnover represents sales to outside customers at invoiced amount less Vat.

Depreciation

Depreciation has been provided on the company's fixtures and fittings during the year under review in the sum of £187 resulting in a written down value for fixtures of £1,000.

Stocks

These are valued at the lower of cost and net realisable value.

2. **TURNOVER** is the amount derived from the provision of services by the company, and is mainly in respect of cleaning services but is also derived from decorating and plumbing.

	<u>2002</u>	<u>2001</u>
	<u>£</u>	<u>£</u>
3. DISTRIBUTION and ADMINISTRATION costs		
Distribution	17,100	20,429
Administration	46,805	45,289
	-----	-----
	63,905	65,718
	-----	-----

4. TAXATION

The taxation charge for the year has been calculated at 10%. (2001 - 10% and 20%).

5. DIVIDEND

Dividend paid on Ordinary shares
at £ - per ordinary share

-	-
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6. OPERATING PROFIT

This is arrived at after charging:

Depreciation	187	-
Directors remuneration	37,800	37,440
	=====	=====

BRAINSTAR LIMITED

Notes forming part of the financial statements for the year ended 31st March 2002. (continued)

7. TANGIBLE ASSETS	<u>Fixtures</u>	<u>Total</u>
	<u>£</u>	<u>£</u>
Cost as at 1st April 2001	1,187	1,187
Depreciation for the year	187	187
	-----	-----
Cost as at 31st March 2002	1,000	1,000
	-----	-----

8. STOCK is composed of cleaning materials and is valued at cost.

	<u>2002</u>	<u>2001</u>
	<u>£</u>	<u>£</u>
Stock	1,000	1,000
	-----	-----
	1,000	1,000
	-----	-----

9. DEBTORS

Trade	21,351	29,986
	-----	-----
	21,351	29,986
	-----	-----

10. CREDITORS

Amounts due within one year:

Trade	4,056	15,586
Other	1,020	1,018
Taxation and social security	10,690	10,693
Corporation tax	86	665
	-----	-----
	15,852	27,962
	-----	-----

11. CALLED UP SHARE CAPITAL

Authorised:

100 Ordinary Shares of £1 each	100	100
	-----	-----

Allotted, called-up and fully paid:

100 Ordinary shares of £1 each	100	100
	-----	-----

12. PROFIT and LOSS ACCOUNT

Balance as at 1st April 2001	30,256	25,863
Retained profit	616	4,393
	-----	-----
Balance as at 31st March 2002	30,872	30,256
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13. CONTROLLING PARTY

Mr. Khan, a director, controls the company as a result of controlling directly 66% of the issued Ordinary share capital.