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TECHNOLOGY ADVANCEMENT LIMITED

Company Registration No. 03188317

DIRECTOR'S REPORT

AND

STATEMENT OF ACCOUNTS

30th APRIL 2004

P.A. COOK & CO (OXFORD) LIMITED
Chartered Accountants

Crown House
London Road
Loudwater
High Wycombe
Bucks



TECHNOLOGY ADVANCEMENT LIMITED

DIRECTOR'S REPORT

30th APRIL 2004

The director has pleasure in attaching his report together with the financial statements for the year ended 30th April 2004.

PRINCIPAL ACTIVITY

The principal activity of the company is that of Machine Tool Dealers.

DIRECTORS

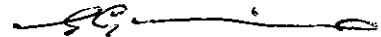
The director who held office during the year together with his beneficial interest in the share capital of the company is as below:-

	<u>Ordinary Shares of £1 each</u>	
	<u>30.4.04</u>	<u>1.5.03</u>
E. Guarino	50	50

SMALL COMPANY EXEMPTION

The Director's Report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD



1 Cottage Farm Way
Chapel Hill
Speen
Princes Risborough
Bucks

E. Guarino
DIRECTOR

8th July 2004

ACCOUNTANTS' REPORT
TO THE DIRECTORS OF
TECHNOLOGY ADVANCEMENT LIMITED

As described on the Balance Sheet you are responsible for the preparation of accounts for the year ended 30th April 2004 set out on pages 3 to 7 and you consider that the company is exempt from an audit and a report under Section 249A(1) of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.



P.A. Cook & Co (Oxford) Ltd
Chartered Accountants

Crown House
London Road
Loudwater
High Wycombe
Bucks

8th July 2004

TECHNOLOGY ADVANCEMENT LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30th APRIL 2004

	<u>Notes</u>	<u>2004</u> £	<u>2003</u> £
TURNOVER	1	791,166	35,900
Cost of Sales		(683,160)	(30,478)
Administration Costs		(31,892)	(10,338)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION			
Taxation	2	76,114	(4,916)
	3	(15,130)	1,019
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION			
Reserves brought forward		60,984	(3,897)
		71,503	75,400
RESERVES CARRIED FORWARD - 30th April 2004		£ <u>132,487</u>	£ <u>71,503</u>

The Notes to the Financial Statements on pages 5 and 6 form part of these Accounts.

TECHNOLOGY ADVANCEMENT LIMITED

BALANCE SHEET

AS AT 30th APRIL 2004

		<u>2004</u> £	<u>2003</u> £
<u>CURRENT ASSETS</u>			
Stock	4	83,537	54,658
Debtors	5	71,242	13,003
Cash at Bank		<u>53,962</u>	<u>15,457</u>
		208,741	83,118
<u>CURRENT LIABILITIES</u>			
Creditors			
Due within one year	6	<u>76,154</u>	<u>11,515</u>
		132,587	71,603
NET ASSETS		£ <u>132,587</u>	£ <u>71,603</u>
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	7	100	100
Retained Profits	8	132,487	71,503
		£ <u>132,587</u>	£ <u>71,603</u>

For the year ended 30th April 2004 the company was entitled to the exemption under section 249A(1) of the Companies Act 1985.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

The director acknowledges his responsibilities for:

- i) ensuring the company keeps accounting records which comply with section 221; and
- ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

APPROVED BY THE BOARD ON 8th July 2004

E. Guarino DIRECTOR

The Notes to the Financial Statements on pages 5 and 6 form part of these accounts.

TECHNOLOGY ADVANCEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30th APRIL 2004

The principal accounting policies which are adopted in the preparation of the financial statements are set out below.

1. BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention and as a going concern basis.

TURNOVER

Turnover represents net invoiced sales, exclusive of value added tax.

Customers in United Kingdom	333,440
Customers in Continental Europe	<u>457,726</u>
	£ <u>791,166</u>

Sales to customers in Continental Europe were made in sterling £144,000 and £313,726 invoiced in euros and converted to sterling at rates appropriate to the date of invoice.

2. PROFIT ON ORDINARY ACTIVITIES

	<u>2004</u>	<u>2003</u>
	£	£
Profit on ordinary activities before taxation include:-		
Director's Remuneration	-	-
Loss on currency receipts from sales	<u>3,757</u>	<u>-</u>

3. TAXATION

A liability to UK Corporation Tax arises on the results of the year.

	<u>2004</u>	<u>2003</u>
	£	£
The Profit and Loss Account charge is made up of:		
Liability/(Refund) for result of the year	15,200	(1,060)
(Over)/Under-provision in previous year	(70)	41
Profit and Loss	£ <u>15,130</u>	£ <u>(1,019)</u>

4. STOCK

Stocks represent the value of machines held as trading stock valued at the lower of cost, or net realisable value.

5. DEBTORS

	<u>2004</u>	<u>2003</u>
	£	£
Trade Debtors	71,242	11,725
Other Debtors and Prepayments	<u>-</u>	<u>1,278</u>
	£ <u>71,242</u>	£ <u>13,003</u>

TECHNOLOGY ADVANCEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30th APRIL 2004

6. <u>CREDITORS</u>	<u>2004</u> £	<u>2003</u> £
Due within one year:		
Director's Loan	989	989
Trade Creditors	10,832	9,626
Other Creditors	49,133	900
Corporation Tax	15,200	-
	£ <u>76,154</u>	£ <u>11,515</u>

The Director's Loan is interest free and repayable on demand.

Other Creditors include £15,000 payable to a business owned by E. Guarino and which is a plant and machine trading business.

7. <u>CALLED UP SHARE CAPITAL</u>	<u>2004</u> £	<u>2003</u> £
Authorised:		
Ordinary Shares of £1 each	£ <u>1,000</u>	£ <u>1,000</u>
Allotted, Called up and Fully Paid:		
Ordinary Shares of £1 each	£ <u>100</u>	£ <u>100</u>

8. <u>RETAINED PROFITS</u>		
Balance brought forward	71,503	75,400
Net Profit/(Loss) after Taxation	60,984	(3,897)
Retained Profits carried forward	£ <u>132,487</u>	£ <u>71,503</u>

9. RELATED PARTY TRANSACTIONS

As stated in Note 6, E. Guarino operates a business similar in nature to that of Technology Advancement Limited.

During the year sales to the value of £263,250 (2003 £Nil) and purchases to the value of £30,130 (2003 £43,000) were made with this other business, which also provides office accommodation overheads and clerical services for Technology Advancement Limited and for which a Management Charge of £15,000 has been made in this period.

Debtors include £47,060 (2003 £Nil) due from a business operated by E. Guarino and are for goods supplied by Technology Advancement Limited.