

REGISTRATION NO: 03321821

LO COST COMMUNICATIONS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

28TH FEBRUARY 1998



LO COST COMMUNICATIONS LIMITED

ABBREVIATED BALANCE SHEET AS AT 28TH FEBRUARY 1998

		<u>1998</u>
	<u>Notes</u>	£
FIXED ASSETS		
Tangible assets	2	23,654
CURRENT ASSETS		
Debtors		36,746
Cash at bank and in hand		2,405
		<u>39,151</u>
CREDITORS - amounts falling due within one year		47,814
		<u>47,814</u>
NET CURRENT LIABILITIES		(8,663)
		<u>(8,663)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		14,991
CREDITORS - amounts falling due after more than one year		(60,000)
		<u>(60,000)</u>
PROVISIONS FOR LIABILITIES AND CHARGES		(45,009)
Deferred taxation		-
		<u>-</u>
TOTAL NET LIABILITIES		(45,009)
		<u>(45,009)</u>
Financed by:		
CAPITAL AND RESERVES		
Called up share capital	3	5,000
Profit and Loss account		(50,009)
		<u>(45,009)</u>
		<u>(45,009)</u>

The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B.

The directors acknowledge their responsibilities for:

Ensuring that the company keeps proper accounting records which comply with section 221; and

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 this Act relating to accounts, so far as applicable to the company.

LO COST COMMUNICATIONS LIMITED

ABBREVIATED BALANCE SHEET AS AT 28TH FEBRUARY 1998

(continued)

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities.

Approved by the directors on *16th February 1998* and signed on their behalf by:

..... *h. A. Begg* Director

LO COST COMMUNICATIONS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 28TH FEBRUARY 1998

1 ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have been consistently applied within the accounts.

Basis of accounting

The accounts have been prepared under the historical cost convention.

Turnover

Turnover represents the value of work done excluding Value Added Tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Leasehold property improvements	10% per annum on cost
Computer equipment	50% per annum on cost
Fixtures & fittings	15% per annum on the reducing balance
Motor vehicles	25% per annum on the reducing balance
Telecommunications equipment	33% per annum on cost

2 TANGIBLE FIXED ASSETS

	<u>Total</u> £
Cost	
Additions	28,402
Disposals	(1,500)
At end of year	<u>26,902</u>
Depreciation	
Charge for year	3,623
Disposals	(375)
At end of year	<u>3,248</u>
Net Book Values	
At end of year	<u>23,654</u>
Net Book Values	
At beginning of year	<u>-</u>

LO COST COMMUNICATIONS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 28TH FEBRUARY 1998

	<u>Total</u> £
3 CALLED UP SHARE CAPITAL	
<u>Authorised:</u>	
50,000 ordinary shares of £1 each	50,000
<u>Allotted, issued and fully paid</u>	
5,000 ordinary shares of £1 each	<u>5,000</u>

Subsequent to the Balance Sheet date, a further 45,000 ordinary shares of £1 each were allotted on 8th October 1998.