

THE ARNOLD CONSULTANCY LTD
REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2000

Director	P Janes
Secretary	J Harriss
Registered Office	Littlehaven House 24 - 26 Littlehaven Lane Roffey Horsham West Sussex RH12 4HT
Registered Number	3646521
Accountants	Horsham Accountancy Services Limited Littlehaven House 24 - 26 Littlehaven Lane Roffey Horsham West Sussex RH12 4HT

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REPORT OF THE DIRECTOR

The Director presents his report and financial statements of the Company for the period ended 31 March 2000.

INCORPORATION

The company was incorporated on 8 October 1998 and commenced trading on the 1 January 1999.

PRINCIPAL ACTIVITIES

The principal activity of the Company in the period under review was that of information technology consultancy services.

DIRECTOR

The Director who served during the period and his interest in the shares of the Company at the end of the year were as follows:

Ordinary Shares of £1 Each
31 March 2000

P Janes

1

The above report has been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small companies.

By order of the board


P Janes - Director

Date:

20/6/2000

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the Director to prepare accounts for each financial year which give a true view of the state of affairs of the company and of the profit or loss for that period. In preparing those financial statements, the directors are required to:

- * select suitable accounting policies and apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business;
- * state whether the Financial Reporting Standard for Smaller Entities has been followed, subject to any departures disclosed and explained in the accounts.

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 accounts comply with the Companies Act 1985. In addition, the directors are responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED
31 MARCH 2000**

	Notes	1/01/1999 - 31/3/2000 £
TURNOVER	2	112,015
Administrative Expenses		18,808
OPERATING PROFIT	3	93,207
Interest Receivable		1,044
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		94,251
Taxation	4	19,078
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		75,173
Dividends	5	50,500
		24,673
Retained Profit Brought Forward		0
RETAINED PROFIT CARRIED FORWARD		24,673

The notes on pages 4 to 6 form an integral part of these financial statements.

BALANCE SHEET AS AT 31 MARCH 2000

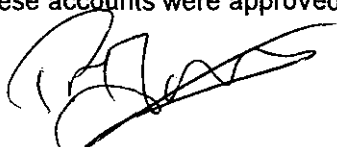
	Notes	£	2000 £
FIXED ASSETS	6		2,404
CURRENT ASSETS			
Debtors	7	0	
Cash at Bank		<u>42,982</u>	
		42,982	
CREDITORS: Amounts falling due within one year	8	<u>20,711</u>	
NET CURRENT ASSETS			22,271
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>24,675</u>
CAPITAL AND RESERVES			
Share Capital	9		2
Profit and Loss Account			24,673
SHAREHOLDERS' FUNDS	10		<u>24,675</u>

For the financial period ended 31 March 2000 the company was entitled to exemption from audit under section 249 A (1) Companies Act 1985; and no notice has been deposited under section 249 B (2).

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the year end of its profit (or loss) for the financial period in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985, relating to small companies and in accordance with the Financial Reporting Standard for Small Entities.

These accounts were approved by the board of directors on 20/6/2000 and were signed on its behalf by:



P Janes - Director

The notes on pages 4 to 6 form an integral part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED
31 MARCH 2000**

1) ACCOUNTING POLICIES

The following significant accounting policies have been consistently applied in dealing with the items which are considered material in relation to the company's accounts.

(a) Accounting Basis

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities and under the historical cost accounting rules.

(b) Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers during the year.

(c) Depreciation

Depreciation on fixed assets is provided at rates estimated to write off the cost less estimated residual value, of each asset over its estimated useful life as follows:

Computer & Office Equipment	25% Straight line
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2) TURNOVER

Turnover is attributable to the one principal activity of the company.

3) OPERATING PROFIT

1/01/1999 -
31/3/2000
£

The operating profit is stated after charging:

Director's Remuneration	6,000
Depreciation:	
Owned Tangible Fixed Assets	1,093

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED
31 MARCH 1999**

1/01/1999 -
31/3/2000
£

4) TAXATION

Corporation Tax on U.K. profits at 21% / 20%	19,078
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5) DIVIDENDS

Ordinary dividend on equity shares	50,500
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6) TANGIBLE ASSETS

Computer & Office
Equipment
£

COST

Additions	3,497
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Cost at 31 March 2000	3,497
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DEPRECIATION

Charge for period	1,093
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Depreciation at 31 March 2000	1,093
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Net Book Value

At 31 March 2000	2,404
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7) DEBTORS

Trade Debtors	0
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0

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED
31 MARCH 2000****8) CREDITORS**2000
£

Directors Current Account	373
Accruals and Other Creditors	4,859
Corporation Tax	15,478
	20,710

9) SHARE CAPITAL

Authorised:

100 Ordinary Shares of £1 Each

100

Issued, Allotted and Fully Paid:

2 Ordinary Shares of £1 Each

2**10) RECONCILIATION OF SHAREHOLDERS' FUNDS**

Profit for the period	75,173
Dividends	(50,500)
Issue Ordinary Shares	2
CLOSING SHAREHOLDERS' FUNDS	24,675