

**REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS FOR THE PERIOD 5 OCTOBER 1999 TO 31 OCTOBER 2000
FOR
CADFAEL BUSINESS SOLUTIONS LIMITED**



Flint & Thompson
Chartered Accountants
Logistics House
1325a Stratford Road
Hall Green
Birmingham B28 9HL

CADFAEL BUSINESS SOLUTIONS LIMITED

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for the Period 5 October 1999 to 31 October 2000**

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CADFAEL BUSINESS SOLUTIONS LIMITED

COMPANY INFORMATION
for the Period 5 October 1999 to 31 October 2000

DIRECTOR: Mrs J Benson

SECRETARY: Mr D Benson

REGISTERED OFFICE:
78 Barley Mow Lane
Catshill
BROMSGROVE
Worcestershire
B61 0LP

REGISTERED NUMBER: 3853421 (England and Wales)

ACCOUNTANTS:
Flint & Thompson
Chartered Accountants
Logistics House
1325a Stratford Road
Hall Green
Birmingham B28 9HL

CADFAEL BUSINESS SOLUTIONS LIMITED

**REPORT OF THE DIRECTOR
for the Period 5 October 1999 to 31 October 2000**

The director presents her report with the financial statements of the company for the period 5 October 1999 to 31 October 2000.

COMMENCEMENT OF TRADING

The company commenced to trade on 1st November 1999.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of technical design.

DIRECTOR

Mrs J Benson was the sole director during the period under review.

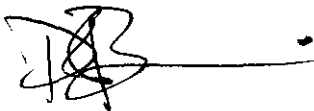
Her beneficial interest in the issued share capital of the company was as follows:

	31.10.00	5.10.99
Ordinary £1 shares	1	1

The director, being eligible, offers herself for election at the forthcoming first Annual General Meeting.

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

ON BEHALF OF THE BOARD:



Mr D Benson - SECRETARY

Dated: 23 May 2002

CADFAEL BUSINESS SOLUTIONS LIMITED

PROFIT AND LOSS ACCOUNT
for the Period 5 October 1999 to 31 October 2000

	Notes	£
TURNOVER		31,007
Administrative expenses		<u>25,363</u>
OPERATING PROFIT	2	5,644
Interest payable and similar charges		<u>1,116</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		4,528
Tax on profit on ordinary activities	3	<u>643</u>
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		<u>3,885</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£3,885</u></u>

The notes form part of these financial statements

CADFAEL BUSINESS SOLUTIONS LIMITED

BALANCE SHEET

31 October 2000

	Notes	£	£
FIXED ASSETS:			
Tangible assets	4		4,430
CURRENT ASSETS:			
Debtors	5	13,431	
Cash at bank and in hand		189	
		13,620	
CREDITORS: Amounts falling due within one year	6	8,909	
NET CURRENT ASSETS:			4,711
TOTAL ASSETS LESS CURRENT LIABILITIES:			9,141
CREDITORS: Amounts falling due after more than one year	7		5,255
			£3,886
CAPITAL AND RESERVES:			
Called up share capital	8		1
Profit and loss account			3,885
SHAREHOLDERS' FUNDS:			£3,886

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ended 31 October 2000.

The members have not required the company to obtain an audit of its financial statements for the period ended 31 October 2000 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges her responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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

ON BEHALF OF THE BOARD:



Mrs J Benson - DIRECTOR

Approved by the Board on 23 May 2002

The notes form part of these financial statements

CADFAEL BUSINESS SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Period 5 October 1999 to 31 October 2000

1. ACCOUNTING POLICIES

Accounting convention

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 net invoiced sales of services, 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.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the director, there is reasonable probability that the liability will not arise in the foreseeable future.

2. OPERATING PROFIT

The operating profit is stated after charging:

Depreciation - owned assets	£ 1,419
Director's emoluments and other benefits etc	-

3. TAXATION

The tax charge on the profit on ordinary activities for the period was as follows:

UK corporation tax	£ 643
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4. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST:	
Additions	5,849
At 31 October 2000	5,849
DEPRECIATION:	
Charge for period	1,419
At 31 October 2000	1,419
NET BOOK VALUE:	
At 31 October 2000	4,430

CADFAEL BUSINESS SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Period 5 October 1999 to 31 October 2000

**5. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	£
Other debtors	13,431
	<u>13,431</u>

**6. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	£
Bank loans and overdrafts	3,319
Directors current accounts	1,826
Social security and other taxation	2,240
Taxation	643
Accrued expenses	881
	<u>8,909</u>

**7. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	£
Bank loans	5,255
	<u>5,255</u>

8. CALLED UP SHARE CAPITAL

Authorised:			
Number:	Class:	Nominal value:	£
1,000	Ordinary	£1	1,000
			<u>1,000</u>

Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	£
1	Ordinary	£1	1
			<u>1</u>

The following shares were allotted and fully paid for cash at par during the period:

1 Ordinary shares of £1 each