CONCEPT FIRST LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2006

Company No. 04325140 (England and Wales)

CONCEPT FIRST LTD

Company Information

Directors	D Glassborow D Jones
Secretary	Mr D Glassborow
Company Number	04325140
Registered Office	19 Mont Le Grand Heavitree Exeter Devon EX1 2PA
Accountants	The Hay Group Berkeley House Dix's Field Exeter EX1 1PZ

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Directors' Report for the year ended 30 November 2006

The directors present their report and the financial statements for the year ended 30 November 2006

Principal activity
The principal activity of the company is the provision of computer consultancy services

Director and their Interests
The directors who served during the year were D Glassborow and D Jones

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 the affairs of the company and of the profit or loss of the company for that year In preparing these 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 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

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

This report was approved by the Board and signed on its behalf on 25th September 2007 by

D Jones
Director

CONCEPT FIRST LTD

Accountants' Report to the Director on the Unaudited Financial Statements

In order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account and Balance Sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements

You have acknowledged on the Balance Sheet your duty to ensure that the company has kept proper accounting records and to prepare financial statements for the year ended 30 November 2006 that give a true and fair view under the Companies Act 1985 You consider that the company is exempt from the statutory requirement for an audit for the year

We have not been instructed to carry out an audit of the financial statements For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given us and we do not, therefore, express any opinion on the financial statements

The Hay Group
Berkeley House
Dix's Field
Exeter
EX1 1PZ

24th September 2007

CONCEPT FIRST LTD

Profit and Loss Account
For the year ended 30 November 2006

	Notes	2006 £	2005 £
Turnover	2	176337	114137
Administration expenses		41653	22829
Operating Profit	3	134684	91308
Interest receivable		1987	893
Interest payable		-	(35)
Profit on ordinary activities before taxation	4	136671	92166
Taxation on profit on ordinary activities		(26109)	(17689)
Profit on ordinary activities after taxation	5	110562	74477

The notes on pages 5-7 form part of theses financial statements.

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Balance Sheet as at 30 November 2006

	Notes	2006		2005	
		£	£	£	£
Fixed assets					
Tangible assets	6		4566		4726
Investments	7		20000		20000
			24566		24726
Current assets					
Work in progress		25776		12506	
Debtors	8	32212		45395	
Cash at bank and in hand		59805		36079	
		117793		93980	
Creditors: amounts falling due within one year	9	32687		25986	
Net current assets			85106		67994
Total assets less current liabilities			£109672		£ 92720
Capital and reserves:					
Called up share capital	10		8		8
Profit and loss account	11		109664		92712
Shareholders' funds			£109672		£ 92720

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

The notes on pages 5-8 form part of these financial statements

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Balance Sheet (continued)

Directors' statements required by Section 249B(4)
for the year ended 30 November 2006

In approving these financial statements as directors of the company we hereby confirm

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985,

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 November 2006 and

(c) that we acknowledge our responsibilities for

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The financial statements were approved by the Board and signed on its behalf by

D Jones
Director

25th September 2007

The notes on pages 5-8 form part of these financial statements

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Notes to the financial statements for the year ended 30 November 2006

1 **Accounting policies**

1.1 **Accounting convention**
The financial statements are prepared under the historical cost convention

1.2 **Turnover**
Turnover represents the total invoice value, excluding value added tax, of sales made during the year

1.3 **Tangible fixed assets and depreciation**
Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Plant and Machinery 25% reducing balance

1.4 **Investments**
Fixed asset investments are stated at cost less provision for diminution in value

1.5 **Stock and work in progress**
Work in progress is valued at the lower of cost and net realisable value

1.6 **Deferred taxation**
Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise

2 **Turnover**
The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK

3 **Operating profit**
The operating profit is stated after charging

	2006	2005
	£	£
Directors' emoluments	10478	6934
Depreciation of tangible fixed assets	1606	1575

4 **Taxation**

	2006	2005
	£	£
UK corporation tax	26081	17689
Prior years	-	-
Tax on profit on ordinary activities	26081	17689

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Notes to the financial statements for the year ended 30 November 2006

5 Dividends

	2006	2005
	£	£
Ordinary B-J shares	93610	45576

6 Tangible fixed assets

	Plant and Machinery
	£
Cost:	
At 1 December 2005	9784
Additions	1446
At 30 November 2006	11230
Depreciation	
At 1 December 2005	5058
Charge for year	1606
At 30 November 2006	6664
Net Book Value	
At 30 November 2005	4726
At 30 November 2006	4566

7 Fixed Asset Investments

	Other Unlisted Investments	
	2006	2005
	£	£
At Cost	20000	20000

The Directors consider that the investment will realise in excess of cost

8 Debtors

	2006	2005
	£	£
Trade debtors	32212	45395

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Notes to the financial statements for the year ended 30 November 2006

9 Creditors: amounts falling due within one year

	2006	2005
	£	£
Corporation tax	26081	17689
Other taxes and social security costs	5689	7112
Directors' accounts	18	50
Accruals	899	1135
	32687	25986

10 Share capital

	2006	2005
	£	£
Authorised		
100 Ordinary A shares of £1 each	100	100
900 Ordinary B-J shares of £1 each	900	900
	1000	1000
Allotted, issued and fully paid		
2 Ordinary A shares of £1 each	2	2
6 Ordinary B-J shares of £1 each	6	6
	8	8

11 Reconciliation of Reserves

	2006	2005
	£	£
Balance at 1st December 2005	92712	63811
Profit for year, after Taxation	110562	74477
Dividends paid	(93610)	(45576)
Balance at 30th November 2006	109664	92712

12 Related party transactions

The company paid fees of £563 (2005, £500) for accountancy services provided by an associate of D Jones, Director

The company paid £520 (2005, £NIL) to D Jones and also D Glassborow, Director, for the use of their home services