

Company Registration No. 04557310

Photocrystals UK Limited
Annual Report & Accounts
Year ended 5 April 2004



Photocrystals UK Limited

Report of the Directors

The Directors present their report and the audited accounts of Photocrystals UK Limited (the Company) for the year ended 5 April 2004.

Principal activities

The main trading activity of the company is, and will continue to be, the retail sale of laser images in glass crystal.

Review of business and future developments

The Directors expect to expand into further retail locations, mainly concentrating in shopping centres, but additionally to tourist and entertainment centres.

Results and dividend

The company made an operating loss of £50,717. This is the first year of trading and costs include the set-up costs including purchase of 5 year non-refundable lease on laser (further machines to be purchased outright) and set-up costs.

Please note that the period of this financial year is from 9th October 2002 (date of incorporation) to 5 April 2004. The first day of trading was the 11 March 2003.

The Directors do not recommend the payment of a final dividend.

Policy and practice on payment of creditors

The general policy for the year to 5 April 2004 is to fix terms of payment for all suppliers when agreeing the terms of such business transactions, to ensure the supplier is aware of those terms and to abide by the agreed terms of payment.

Charitable and political donations

During the year, the Company made donations in the UK for charitable purposes amounting to £49. No donations were made for political purposes.

Directors' responsibilities for the financial statements

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and 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.

For the year ended 5th April 2004 the company was entitled to 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) of the Companies Act 1985.

The directors acknowledge their responsibility 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;
- iii. The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 relating to small companies.

Photocrystals UK Limited

By order of the Board

Registered office
Lower Mall
Bluewater Shopping Centre
DA9 9ST

A handwritten signature in black ink, appearing to read 'N Gill', written in a cursive style.

N Gill
Secretary

Date: 3 September 2004

Photocrystals UK Limited

Profit and loss account

for the year ended 5 April 2004

	Notes	2004	
		£	£
Turnover		254,545	
Cost of sales		(21,490)	
Gross profit		233,055	
Administrative expenses		(283,772)	
Operating profit		(50,717)	
Interest receivable		217	
Profit on ordinary activities before taxation		(50,500)	
Tax on profit on ordinary activities		0	
Profit for the financial year		(50,500)	

All of the above results of the company arose from continuing operations.

All recognised gains and losses are included in the profit and loss account.

There is no difference between the profit on ordinary activities before taxation and the profit for the financial year as stated above and their historical cost equivalents.

Photocrystals UK Limited

Balance sheet

As at 5 April 2004

	Notes	2004	£	£
Fixed assets				
Tangible			0	
Current assets				
Stocks	1		5,872	
Debtors	2		7,802	
Cash at bank and in hand			17,362	
			31,036	
Current liabilities – amounts falling due within one year	3		(81,530)	
Net current assets			(50,494)	
Total assets less current liabilities			(50,494)	
Provisions for liabilities and charges			0	
Net assets			(50,494)	
Capital and reserves				
Share capital	4		6	
Profit and loss account			(50,500)	
Equity shareholders' funds			(50,494)	

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- iv. Ensuring the company keeps accounting records which comply with section 221; and
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- vi. The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 3 to 8 were approved by the Board of Directors and signed on its behalf by:

D Akiva
Director



Date: 3 September 2004

Photocrystals UK Limited

Notes to the accounts

Year to 5 April 2004

1. Accounting Policies

Basis of accounting

These financial statements have been prepared in accordance with the historical cost convention in accordance with applicable accounting standards and the Companies Act 1985.

The financial statements contain information about Photocrystals UK Limited as an individual company.

Turnover

Turnover comprises sales less VAT on the retail sales.

Cost of sales

Cost of sales comprises direct selling costs.

Tangible fixed assets

Tangible fixed assets, including computers, computer software and laser lease, are posted at cost on payment. Therefore there are no assets listed.

Depreciation

Tangible fixed assets, including office equipment and computer software, are posted at cost on payment. So no depreciation posted.

Photocrystals UK Limited

Notes to the accounts

Year to 5 April 2004

Stocks

Stock consists of cash held in tills, and stock of glass and light base units. Stock is valued at the cost value from suppliers.

Employees

	2004	
Staff costs	£	£
Wages and salaries	44,542	
Contractors	4,383	
Inland Revenue	8,586	
	57,511	

Directors' remuneration

No Director has any benefits accruing under defined benefit schemes.

Photocrystals UK Limited

Notes to the accounts

Year to 31 December 2003

1. Stocks

	2004	
	£	£
Stocks (glass blocks, keyrings & light bases)	5,728	
Till float & cash awaiting banking	144	
	5,872	

2. Debtors

	2004	
	£	£
Bluewater deposit	500	
VAT reclaim	1,748	
Prepayments and accrued income	5,554	
	7,802	

The VAT reclaim includes a reimbursement due from Ireland VAT for laser lease invoices (received 7th June 04).
Prepayments = Bluewater rent paid to 30 April (£6,000 / 30 days x 25 days = £5,000) + insurance paid to March 05 (£605 / 12 months x 11 months = £554)

3. Creditors due within one year

	2004	
	£	£
Trade creditors	6,804	
Loans from shareholders	73,794	
Accruals and deferred income	932	
	81,530	

Loans = £12,299 each from 6 shareholders.

Accrual = payroll for period 29th March 04 to 5th April 04.

Photocrystals UK Limited

Notes to the accounts

Year to 5 April 2004

4. Called up share capital

	2004	
	£	£
Authorised, allotted, called up and fully paid		
6 ordinary shares of £1 each	6	
	6	

6 x £1 shares, one each to 6 shareholders.