

CHILTERN TELECOM LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

REGISTRATION NO.4695708



CHILTERN TELECOM LIMITED
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FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

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CHILTERN TELECOM LIMITED
DIRECTOR'S REPORT
FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

DIRECTOR: K Taylor

SECRETARY: L Taylor

REGISTERED OFFICE: 59 Union Street, Dunstable, Beds LU6 1EX

The director presents his report and financial statements for the period ended 31 March 2004.

RESULTS AND DIVIDENDS

The director proposes that the profit after taxation and dividends of £0 be transferred to reserves. The director recommends the payment of a dividend for the period ended 31 March 2004 amounting to £57196.

REVIEW OF BUSINESS

The company was incorporated on 12 March 2003 and commenced trading on 1 May 2003.

The company's principal activity during the period was the installation of telecommunications equipment. The director considers the development of the business of the company and the state of affairs at the balance sheet date to be satisfactory.

FUTURE DEVELOPMENTS

The company intends to continue its present management policies for the foreseeable future.

FIXED ASSETS

Details of changes in fixed assets are given in note 7 to the financial statements.

DIRECTOR AND HIS INTERESTS

The director and his interests (including beneficial and family interests) in the ordinary shares of the company were as follows:-

AT 31 MARCH 2004
ORDINARY SHARES

K Taylor

CHILTERN TELECOM LIMITED
DIRECTOR'S REPORT
FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

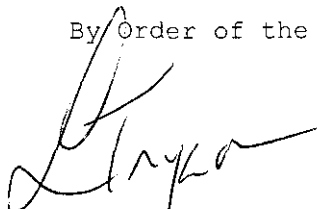
DIRECTOR'S RESPONSIBILITIES IN RESPECT OF THE PREPARATION OF FINANCIAL STATEMENTS:-

Company Law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:-

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * comply with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements; and
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

By Order of the Board



L TAYLOR
SECRETARY

CHILTERN TELECOM LIMITED
 PROFIT AND LOSS ACCOUNT
 FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

		2004 £
Turnover	2	277722
Cost of Sales		167150
GROSS PROFIT		110572
Administrative Expenses		39387
OPERATING PROFIT	3	71185
Interest Receivable		11
Interest Payable and Similar Charges	4	1100
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		70096
Taxation	6	12900
PROFIT FOR THE YEAR		57196
DIVIDENDS		57196
PROFIT RETAINED FOR THE FINANCIAL YEAR		-
Retained profit brought forward		-
Retained profit carried forward		£ -

There are no recognised gains or losses other than as disclosed above and there have been no discontinued activities or acquisitions in the current or preceding period.

CHILTERN TELECOM LIMITED
BALANCE SHEET AT 31 MARCH 2004

		2004	
		£	£
	NOTES		
FIXED ASSETS			
Tangible Assets	7		18494
CURRENT ASSETS			
Stock		720	
Debtors	8	22158	
Cash at Bank and in Hand		-	
		22878	
CREDITORS - Amounts Falling Due			
Within One Year	9	31857	
NET CURRENT LIABILITIES			(8979)
TOTAL ASSETS LESS CURRENT LIABILITIES			9515
CREDITORS - Amounts Falling Due			
After More Than One Year	11		9095
PROVISION FOR LIABILITIES AND CHARGES			
Deferred Tax	10		418
			£ 2
CAPITAL AND RESERVES			£
Called Up Share Capital	13		2
Profit and Loss Account			-
SHAREHOLDERS' FUNDS	11		£ 2

CHILTERN TELECOM LIMITED
BALANCE SHEET AT 31 MARCH 2004 CONTINUED...

AUDIT EXEMPTION STATEMENT

For the period ended 31 March 2004 the company was entitled to exemption from the requirement to have an audit under the provision of section 249A(1) of the Companies Act 1985;

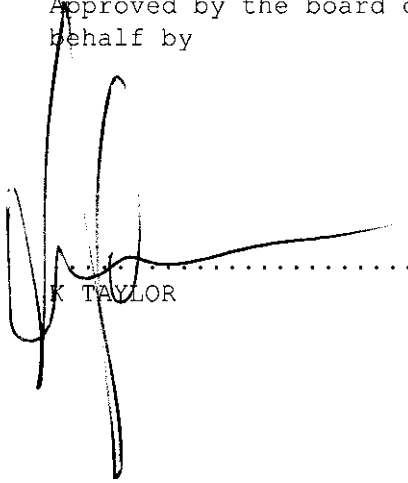
No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

The director acknowledges his responsibility for:

(a) ensuring the company keeps accounting records in accordance with section 221 of the Companies Act 1985; and

(b) preparing statements 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 for that financial period in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the accounting requirements of that Act relating to accounts so far as they are applicable to the company.

Approved by the board on and signed on its behalf by



.....
K TAYLOR

CHILTERN TELECOM LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

1. STATEMENT OF ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention. The principal accounting policies which the directors have adopted within that convention are set out below.

(b) Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off cost or valuation, less estimated residual value of each asset over its expected useful life, as follows:-

Motor Vehicles	25% reducing balance
Office Equipment	25% reducing balance

(c) Stocks

Stocks are valued at the lower of cost or net realisable value.

(d) Deferred Taxation

Deferred taxation is provided on the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate at which it is estimated that tax will be payable.

(e) Leasing and Hire Purchase Commitments

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account on a straight line basis over the period of the lease. Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

2. TURNOVER

Turnover represents the invoiced amount of goods and services supplied by the company, stated net of value added tax.

The turnover, which all arises within the United Kingdom, and pre-tax result is attributable to one activity, that of the installation of telecommunications equipment.

3. OPERATING PROFIT

2004

£

This is stated after charging:

Depreciation of owned assets	2500
Depreciation of assets held under finance leases and hire purchase contracts	3655

CHILTERN TELECOM LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

4.	INTEREST PAYABLE AND SIMILAR CHARGES	2004 £
	Bank Overdraft	775
	Hire Purchase	325
		£1100

5.	STAFF COSTS	£
	Wages and salaries	50478
	Social security costs	3091
		£53569

The average number of employees during the year was as follows:-

	Number
Director	1
Production and Sales	6
	7

6.	TAXATION	£
	Based on the results for the period:	
	Corporation Tax at 19%	£12900

7.	TANGIBLE FIXED ASSETS			
		PLANT & EQUIPMENT	OFFICE EQUIPMENT	TOTAL
		£	£	£
Cost				
Additions		22159	2500	24659
At 31 March 2004		22159	2500	24659
Depreciation				
Charge for the period		5540	625	6165
At 31 March 2004		5540	625	6165
Net Book Value				
At 31 March 2004		£16619	£1875	£18494

The net book value of motor vehicles of £16619 includes an amount of £11619 in respect of assets held under hire purchase agreements and finance leases.

CHILTERN TELECOM LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

	2004
8. DEBTORS	£
Trade debtors	£22158
9. CREDITORS - Amounts Falling Due Within One Year	£
Bank Overdraft	9070
Trade Creditors	12246
Director's current account	(22068)
Current corporation tax	12900
Other taxes and social security costs	11645
Accruals	950
Obligations under hire purchase agreements and finance leases	7114
	£31857

10. PROVISIONS FOR LIABILITIES AND CHARGES

The movements in deferred taxation during the current period are as follows:-

	2002
	£
Charge for Period	418
At 31 March 2004	£418

Deferred taxation provided in the financial statements and the amounts not provided are as follows:

	Provided 2004 £	Not Provided 2004 £
Capital allowances in advance of depreciation	£418	£ -

11. CREDITORS - Amounts Falling Due After More Than One Year

Obligations under hire purchase agreements and finance leases	£9095

CHILTERN TELECOM LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE PERIOD FROM 12 MARCH 2003 TO 31 MARCH 2004

12. OBLIGATIONS UNDER HIRE PURCHASE AND FINANCE LEASES		2004 £
Amount Payable:		
Within one year		7954
In the second to fifth years inclusive		10953
		18907
Less: Finance charges allocated to future periods		(2698)
		£16209
Analysed as follows:		
Current obligations		7114
Non-current obligations		9095
		£16209
13. SHARE CAPITAL	Authorised	Allotted, called up and fully paid
	2004	2004
	No	£
Ordinary shares of £1 each	100	2
14. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS		2004 £
Share Capital Issued		2
Profit for the Period		57196
Dividends		(57196)
At 31 March 2004		£ 2