

GEMSOFT7 LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31 OCTOBER 2004



FRENCH DUNCAN LLP

Chartered Accountants
375 West George Street
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GEMSOFT7 LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2004

CONTENTS	PAGE
Accountants' report to the director	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3

GEMSOFT7 LIMITED

**ACCOUNTANTS' REPORT TO THE DIRECTOR OF GEMSOFT7 LIMITED
YEAR ENDED 31 OCTOBER 2004**

As described on the balance sheet, the director of the company is responsible for the preparation of the abbreviated accounts for the year ended 31 October 2004, set out on pages 2 to 4.

You consider that the company is exempt from an audit under the Companies Act 1985.

In accordance with your instructions we have compiled these unaudited abbreviated accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



FRENCH DUNCAN LLP
Chartered Accountants

375 West George Street
Glasgow

G2 7JH
26 July 2005

GEMSOFT7 LIMITED**ABBREVIATED BALANCE SHEET****31 OCTOBER 2004**

	Note	£	2004 £
FIXED ASSETS	2		
Tangible assets			4,890
CURRENT ASSETS			
Debtors		1,365	
Cash at bank and in hand		3,878	
		<u>5,243</u>	
CREDITORS: Amounts falling due within one year		<u>146,390</u>	
NET CURRENT LIABILITIES			<u>(141,147)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(136,257)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	3		940
Profit and loss account			<u>(137,197)</u>
DEFICIENCY			<u>(136,257)</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved and signed by the director on 26-7-05


P McKELL

GEMSOFT7 LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 OCTOBER 2004****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Going Concern

On the basis that the company is supported by the director, the financial statements have been prepared on a going concern basis.

Research and development

Research and development expenditure is written off in the year in which it is incurred.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% Reducing balance
Equipment	- 33% Straight line

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

2. FIXED ASSETS

	Tangible Assets £
COST	
Additions	7,186
At 31 October 2004	<u><u>7,186</u></u>
DEPRECIATION	
Charge for year	2,296
At 31 October 2004	<u><u>2,296</u></u>
NET BOOK VALUE	
At 31 October 2004	<u><u>4,890</u></u>

GEMSOFT7 LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 OCTOBER 2004****3. SHARE CAPITAL****Authorised share capital:**

	2004
	£
1,000 Ordinary A shares shares of £1 each	1,000
1,000 Ordinary B shares shares of £1 each	1,000
	<u>2,000</u>

Allotted, called up and fully paid:

	No	£
Ordinary A shares shares of £1 each	790	790
Ordinary B shares shares of £1 each	150	150
	<u>940</u>	<u>940</u>