

Binary Computer Solutions Limited
Director's Report and
Financial Statements
for the period ended 31 May 2005



Company number 4435086 (England and Wales)

Binary Computer Solutions Limited
Company information

Director	J Cumpsty
Company secretary	C Cumpsty
Company number	4435086 (England and Wales)

Binary Computer Solutions Limited

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Binary Computer Solutions Limited
Director's report for the period ended 31 May 2005

The director presents his report and the financial statements for the period ended 31 May 2005.

Principal activities

The company's principal activity continues to be computer consultancy.

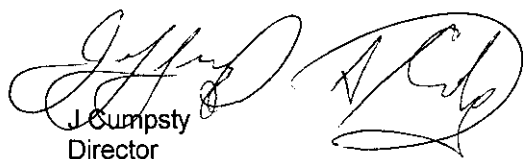
Directors

The director who served during the year and his beneficial interest in the company's issued ordinary share capital was:

	Class	Number of shares	
		2005	2004
J Cumpsty (including family interests)	Ordinary £1 shares	100	100
	Ordinary £1 B shares	50	-

This report was approved by the board on 7 March 2006 taking advantage of special exemptions available to small companies conferred by Part II of Schedule 8 of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective June 2002).

Signed on behalf of the board of directors


J Cumpsty
Director

Binary Computer Solutions Limited
Profit and loss account for the period ended 31 May 2005

	Notes	2005 £	2004 £
Turnover	2	78,331	25,680
Administrative expenses		<u>27,445</u>	<u>17,919</u>
Operating profit	3	50,886	7,761
Interest received		<u>165</u>	<u>27</u>
Profit on ordinary activities before taxation		51,051	7,788
Taxation	4	<u>9,632</u>	<u>124</u>
Profit for the financial year		41,419	7,664
Dividends	5	<u>40,500</u>	<u>11,000</u>
Retained profit/(loss) for the year		919	(3,336)
Retained profit brought forward		<u>4,455</u>	<u>7,791</u>
Retained profit carried forward		<u>5,374</u>	<u>4,455</u>

There were no recognised gains or losses other than those included in the profit and loss account.

The operations of the company are all continuing.

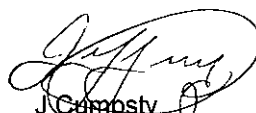
The notes on pages 4 to 7 form part of these financial statements.

Binary Computer Solutions Limited
Balance sheet as at 31 May 2005

		2005		2004	
	Notes	£	£	£	£
Fixed assets					
Tangible fixed assets	6		4,536		2,446
Current assets					
Debtors	7		363		692
Cash at bank and in hand			<u>13,977</u>		<u>2,239</u>
			14,340		2,931
Creditors: amounts falling due within one year	8		<u>13,352</u>		<u>822</u>
Net current assets/(liabilities)			<u>988</u>		<u>2,109</u>
Net assets			<u>5,524</u>		<u>4,555</u>
Capital and reserves					
Called up share capital	9		150		100
Profit and loss account			<u>5,374</u>		<u>4,455</u>
Shareholders funds	10		<u>5,524</u>		<u>4,555</u>

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A (1) of the Companies Act 1985. Members have not required the company, under section 249B (2) of the Companies Act 1985, to obtain an audit for the year ended 31 May 2005. Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit. The director acknowledges his responsibility for ensuring that the company keeps proper accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 May 2005 and of its profit and loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

Approved by the board on 7 March 2006 and signed on its behalf. The director has relied upon special exemptions available to small companies conferred by Part I of Schedule 8 of the Companies Act 1985 on the grounds that the company qualifies as a small company by virtue of section 247 of the Act and the Financial Reporting Standard for Smaller Entities (effective June 2002).


J. Campsty
Director



The notes on pages 4 to 7 form part of these financial statements.

Binary Computer Solutions Limited
Notes to the financial statements for the period ended 31 May 2005

1 Accounting policies

1.1 Basis of preparation of accounts

The accounts are prepared under the historic cost convention and incorporate the results of the principal activity which is described in the director's report and which is continuing.

The company's principal activity is exposed to inherent uncertainties and global market fluctuations beyond the control of the company's management. The company meets its working capital requirements from its day to day activities in this market place and the director considers that the company will continue to operate on this basis and that it is appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from a downturn in the market in which it operates.

The company has taken advantage of the exemption in Financial Reporting Standard number 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their residual value, over the expected lives on the following basis:

Office equipment	25% reducing balance
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1.4 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounting purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.7 Binary Computer Solutions Limited
Notes to the financial statements for the period ended 31 May 2005, continued

2 Turnover

The company's turnover is wholly attributable to the principal activity.

	2005 £	2004 £
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3 Operating profit

The operating profit is stated after charging:

Depreciation of tangible fixed assets:		
Owned	1,512	815
Director remuneration	<u>5,968</u>	<u>4,620</u>

4 Taxation

United Kingdom Corporation Tax at 19%		
Current year	9,632	124
Prior year	<u>-</u>	<u>-</u>
	<u>9,632</u>	<u>124</u>

5 Dividends

Interim dividend	<u>40,500</u>	<u>11,000</u>
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Binary Computer Solutions Limited
Notes to the financial statements for the period ended 31 May 2005, continued

6 Tangible fixed assets

	Office equipment £	Total £
Cost		
As at 1 June 2004	3,976	3,976
Additions	3,602	3,602
Disposals	<u>-</u>	<u>-</u>
As at 31 May 2005	<u>7,578</u>	<u>7,578</u>
Depreciation		
As at 1 June 2004	1,530	1,530
Charge for the year	1,512	1,512
Eliminated on disposal	<u>-</u>	<u>-</u>
As at 31 May 2005	<u>3,042</u>	<u>3,042</u>
Net book amounts		
As at 31 May 2005	<u>4,536</u>	<u>4,536</u>
As at 31 May 2004	<u>2,446</u>	<u>2,446</u>

7 Debtors	2005 £	2004 £
Due within one year		
Trade debtors	222	464
Director's loan account	-	122
Taxation and social security	91	-
Other debtors	<u>50</u>	<u>106</u>
	<u>363</u>	<u>692</u>

Binary Computer Solutions Limited

Notes to the financial statements for the period ended 31 May 2005, continued

8	Creditors: amounts due within one year	2005 £	2004 £
	Director's loan account	2,407	-
	Corporation tax	8,656	124
	Taxation and social security costs	1,526	199
	Other creditors	<u>763</u>	<u>499</u>
		<u>13,352</u>	<u>822</u>

9 Called up share capital

Authorised		
Ordinary shares of £1 each	100	100
Ordinary B shares of £1 each	<u>50</u>	<u>-</u>
	<u>150</u>	<u>100</u>
Allotted and fully paid		
Ordinary shares of £1 each	100	100
Ordinary B shares of £1 each	<u>50</u>	<u>-</u>
	<u>150</u>	<u>100</u>

During the year 50 Ordinary B shares were issued at £1 each.

10 Reconciliation of movement in shareholders fund

Shareholders funds brought forward	4,555	7,793
Issue of shares	50	98
Profit for the year	<u>919</u>	<u>(3,336)</u>
Shareholders funds carried forward	<u>5,524</u>	<u>4,555</u>

11 Related parties and transactions with director

The director controls the company by virtue of his ownership (with family interests) of 100% of the issued share capital.

During the year the company paid £1,890 (2004: £) to J Cumpsty, for office facilities.

During the year J Cumpsty had a director's loan account with the company. The loan is interest free and there are no fixed terms of repayment. The balance outstanding at the balance sheet date was nil (2004 £122 due to the company) and the maximum balance outstanding during the year was £122. (2004: £122)