

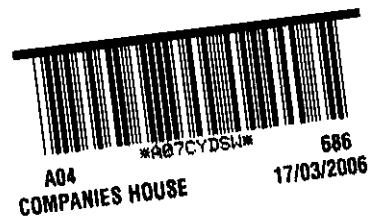
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UNAUDITED ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2005

FOR

INCREASE COMPUTERS LTD



INCREASE COMPUTERS LTD

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FOR THE YEAR ENDED 31 MAY 2005**

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INCREASE COMPUTERS LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2005**

DIRECTORS:

P M Short
A Matheson
P Fairless

SECRETARY:

A Matheson

REGISTERED OFFICE:

Gear House
Saltmeadows Road
Gateshead
Tyne and Wear
NE8 3AH

REGISTERED NUMBER:

1686691 (England and Wales)

ACCOUNTANTS:

Robson Laidler LLP
Fernwood House
Fernwood Road
Jesmond
Newcastle Upon Tyne
NE2 1TJ

BANKERS:

Royal Bank of Scotland
31 Grey Street
Newcastle Upon Tyne
Tyne and Wear
NE1 6ES

INCREASE COMPUTERS LTD

ABBREVIATED BALANCE SHEET 31 MAY 2005

		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		38,960		38,318
Investments	3		332		279
			<u>39,292</u>		<u>38,597</u>
CURRENT ASSETS:					
Stocks		23,230		33,390	
Debtors		206,699		221,346	
Cash at bank and in hand		340,119		278,252	
		<u>570,048</u>		<u>532,988</u>	
CREDITORS: Amounts falling due within one year	4	<u>86,248</u>		<u>110,710</u>	
NET CURRENT ASSETS:			<u>483,800</u>		<u>422,278</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>523,092</u>		<u>460,875</u>
CREDITORS: Amounts falling due after more than one year	4		-		208
			<u>£523,092</u>		<u>£460,667</u>
CAPITAL AND RESERVES:					
Called up share capital	5		100		100
Profit and loss account			<u>522,992</u>		<u>460,567</u>
SHAREHOLDERS' FUNDS:			<u>£523,092</u>		<u>£460,667</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 May 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these abbreviated accounts

INCREASE COMPUTERS LTD

ABBREVIATED BALANCE SHEET

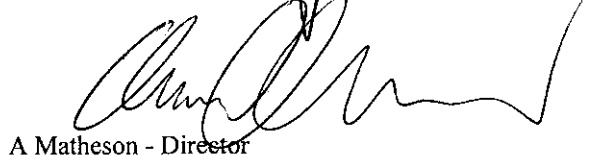
31 MAY 2005

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



P M Short - Director



A Matheson - Director

Approved by the Board on 22 February 2006

The notes form part of these abbreviated accounts

INCREASE COMPUTERS LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MAY 2005

1. ACCOUNTING POLICIES

Accounting convention

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).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 50% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

INCREASE COMPUTERS LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MAY 2005

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1 June 2004	102,125
Additions	24,690
Disposals	(19,987)
	<u>106,828</u>
At 31 May 2005	<u>106,828</u>
DEPRECIATION:	
At 1 June 2004	63,806
Charge for year	15,618
Eliminated on disposals	(11,556)
	<u>67,868</u>
At 31 May 2005	<u>67,868</u>
NET BOOK VALUE:	
At 31 May 2005	<u>38,960</u>
At 31 May 2004	<u>38,318</u>

3. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 June 2004 and 31 May 2005	999
PROVISIONS:	
At 1 June 2004	720
Provision during year	(53)
	<u>667</u>
At 31 May 2005	<u>667</u>
NET BOOK VALUE:	
At 31 May 2005	<u>332</u>
At 31 May 2004	<u>279</u>

4. CREDITORS

The following secured debts are included within creditors:

	2005	2004
	£	£
Hire purchase contracts	<u>208</u>	<u>5,226</u>

INCREASE COMPUTERS LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MAY 2005

5. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2005 £	2004 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

6. RELATED PARTY DISCLOSURES

During the year the company paid management services to its parent company, Compactypist Limited. The total paid to the parent company amounted to £ 83,443 (2004 £ 84,270). At the balance sheet date the amount owed by Compactypist Limited was £ 81,870 (2004 £ 69,067) and is wholly repayable within one year.

The directors of the company are also the directors of the parent undertaking Compactypist Limited.

On the 16 June 2004 the company became a fully owned subsidiary of Compactypist Limited when P M Short sold his minority 5% interest in the company for £ 29,000.

7. ULTIMATE HOLDING COMPANY

The ultimate holding company is Compactypist Limited.

The directors of Compactypist are also the directors of Increase Computers Limited.