Windmill Computing Limited
Director's Report and
Financial Statements
for the period ended 31 March 2004



A42 0096
COMPANIES HOUSE 11/02/05

Company number 3167398 (England and Wales)

Windmill Computing Limited
Company information

Director	PJ Miller
Company secretary	L Miller
Company number	3167398 (England and Wales)

Windmill Computing Limited
Contents

	Page
Director's report	1
Profit and loss account	2
Balance sheet	3
Notes to the financial statements	4-7

The following pages do not form part of the statutory accounts

Trading and profit and loss account	A
Accountants report	B

Windmill Computing Limited
Director's report for the period ended 31 March 2004

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

Principal activities

The company's principal activity continues to be sale of Identity Card systems.

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	
		2004	2003
PJ Miller (Including family interests)	Ordinary £1 shares	200	200

This report was approved by the board on 14 December 2004 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



PJ Miller
Director

Windmill Computing Limited
Profit and loss account for the period ended 31 March 2004

	Notes	2004	2003
		£	£
Turnover	2	50,575	5,385
Cost of sales		25,122	-
Gross Profit		25,453	5,385
Administrative expenses		7,205	7,204
Operating profit/(loss)	3	18,248	(1,819)
Interest received		34	17
Profit/(loss) on ordinary activities before taxation		18,282	(1,802)
Taxation	4	1,882	(284)
Profit/(loss) for the financial year		16,400	(1,518)
Dividends	5	9,000	3,500
Retained profit/(loss) for the year		7,400	(5,018)
Retained profit brought forward		3,065	8,083
Retained profit carried forward		10,465	3,065

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.

Windmill Computing Limited
Balance sheet as at 31 March 2004

	Notes	2004 £	2004 £	2003 £	2003 £
Fixed assets					
Tangible fixed assets	6		1,840		1,502
Current assets					
Stock	7	2,113		-	
Debtors	8	17,990		2,312	
Cash at bank and in hand		4,863		1,363	
		24,966		3,675	
Creditors: amounts falling due within one year	9	16,141		1,912	
Net current assets			8,825		1,763
Net assets			10,665		3,265
Capital and reserves					
Called up share capital	10		200		200
Profit and loss account			10,465		3,065
Shareholders funds	11		10,665		3,265

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 March 2004. 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 March 2004 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 14 December 2004 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).

PJ Miller
Director

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

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:

Equipment fixtures and fittings	25% reducing balance

1.4 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.5 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 crystalise in the near future.

1.6 Pension contributions

The company operates a defined contribution scheme on behalf of the director. Contributions are charged to the profit and loss account to which they relate.

1.7 Investments

Fixed asset investments are shown at cost less provision for permanent diminution in value. Current asset investments are shown at the lower of cost and net realisable value.

2 Turnover

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

	2004 £	2003 £

3 Operating profit

The operating profit is stated after charging:

Depreciation of tangible fixed assets:		
Owned	613	501
Pension contributions	-	1,200
Director remuneration	1,333	1,083

The number of directors to whom retirement benefits are accruing under money purchase schemes was 1.

4 Taxation

United Kingdom Corporation Tax at 19%		
Current year	1,882	(284)
Prior year	-	-
	1,882	(284)

5 Dividends

Interim dividend		
A shares	6,000	1,500
B shares	3,000	2,000

6 Tangible fixed assets

	Equipment fixtures and fittings £	Total £
Cost		
As at 1 April 2003	4,901	4,901
Additions	951	951
Disposals	-	-
As at 31 March 2004	5,852	5,582
Depreciation		
As at 1 April 2003	3,399	3,399
Charge for the year	613	613
As at 31 March 2004	4,012	4,012
Net book amounts		
As at 31 March 2004	1,840	1,840
As at 31 March 2003	1,502	1,502

7 Stock

	2004 £	2003 £
Closing stock	2,113	2,113

8 Debtors

	2004 £	2003 £
Due within one year		
Trade debtors	13,975	-
Other debtors	1,402	2,312
Prepayments	2,613	-
	17,990	2,312

9 Creditors: amounts due within one year	2004 £	2003 £
Director's loan account	154	484
Corporation tax	1,882	-
Taxation and social security costs	1,273	1,053
Trade creditors	12,457	-
Accruals	375	375
	16,141	1,912

10 *Called up share capital*

Authorised		
Ordinary A shares of £1 each	500	500
Ordinary B shares of £1 each	500	500
Allotted and fully paid		
Ordinary A shares of £1 each	100	100
Ordinary B shares of £1 each	100	100

11 Reconciliation of movement in shareholders fund

Shareholders funds brought forward	3,265	8,283
Shares issued	-	-
Profit/(loss) for the year	7,400	(5,018)
Shareholders funds carried forward	10,665	3,265

12 Related parties and transactions with director

The director and his wife control the company by virtue of their ownership of 100% of the issued share capital.

During the year the company paid £428 (2003: £520) to PJ Miller, for office facilities.