

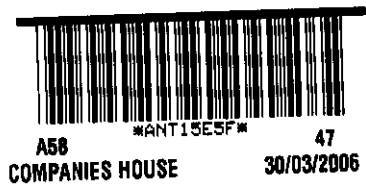
COMPANY NO: 01825391
CHARITY NO: 1104655

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HBV ENTERPRISE

A Company Limited By Guarantee
REPORT AND FINANCIAL STATEMENTS

Year ended 30 June 2005



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HBV ENTERPRISE
(A COMPANY LIMITED BY GUARANTEE)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	C Cox (Chair) M P Deutz (Resigned 8 September 2004) B N Marsh D Pyatt A S Wilmot-Sitwell (Resigned 16 October 2005) P J Wright (Resigned 8 September 2004) R Abbott (Chief Executive) ME Chadwick H Kamaie (Appointed 16 October 2005) A J Haxby (Appointed 16 October 2005)
Secretary	D Pyatt
Registered office	HBV Enterprise Centre 34-38 Dalston Lane London E8 3AZ
Company registered number	01825391
Charity registered number	1104655
Auditors	Moore Stephens LLP Chartered Accountants 57 London Road Enfield Middlesex EN2 6SW
Bankers	Barclays Bank plc Holloway & Kingsland Group P O Box 3628 London E8 2JX National Westminster Bank plc Kingsland 74 Kingsland High Street London E8 2QU

HBV ENTERPRISE

(A COMPANY LIMITED BY GUARANTEE)

REPORT OF THE TRUSTEES

The trustees, who are also the directors of the company for the purposes of the Companies Act, submit their report and the financial statements of HBV Enterprise (the company) for the year ended 30 June 2005. The trustees confirm that the report and financial statements of the company comply with current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" published in March 2005, The Charities Act 1993 and The Companies Act 1985. The Trustees are governed by the company's Memorandum and Articles of Association.

Aims of the charity

The principal aim of the charity is to act as an urban regeneration support agency alleviating unemployment through enterprise means. Its activities since its inception in 1984 have achieved this through the provision of a mix of start up and micro business support services. Many of the beneficiaries are based in the London Borough of Hackney where the company operates an inclusive range of enterprise services including loan funds, but its loan fund activities now also provide complete geographic coverage across the London Boroughs of Barnet, Brent, Camden, Enfield, Haringey, Islington and Waltham Forest.

Structure, governance, and management

The company achieved charitable status on 30 June 2004 and the directors are the trustees of the charity.

During the year, the Board reviewed its composition and available skills and decided to seek two or three new trustees with relevant experience and skills. All trustee appointments are made by the Board. The Board meets at least five times a year; in one of these meetings strategy is reviewed.

Management is delegated to the Chief Executive, who is also a trustee, who reports on the performance against budgets approved by trustees. The Board receives the latest management accounts prior to its meetings.

The Board is carrying out a review of its governance, including the trustee induction process and will make improvements where appropriate.

The Board has reviewed an assessment of the risks to which the charity is exposed and the control and reporting procedures to manage and reduce the identified risks. The principal financial risk is the impact of the present uncertain climate for funding start up and micro business support services. This risk is being addressed by managing the business to achieve the minimum level of reserves necessary to provide sufficient flexibility.

Statement of trustees' responsibility

Company law requires the directors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors have:

- selected suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- followed applicable accounting standards; and
- prepared the financial statements on the going concern basis.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

Trustees

The trustees and secretary at the date of this report and the period under review are set out on page 2. Each trustee is also a director and a member of the company. Each member of the company has guaranteed to contribute a sum not exceeding £1 to the assets of the company in the event of it being wound up and unable to pay its debtors.

HBV ENTERPRISE

(A COMPANY LIMITED BY GUARANTEE)

Business review and principal achievements of the year

Working with an increasingly broad range of project partners, the company continued its track record for the successful management and delivery of regeneration projects, assisting enterprises with raising over £1 million in finance. Clients were also supported through more than 700 individually tailored enterprise development programmes, including advice, consultancy and training. Two thirds of the company's clients were Black and Minority Ethnic, and more than half were women.

There was a particular focus on quality; Customer First accreditation and a Green Mark award for good environmental practice were added to the company's existing ISO9001-2000 and Investors in People standards, and the entire business advisory team gained individual SFEDI (Small Firms Enterprise Development Initiative) accreditations.

Our staff and associates are once again congratulated on a successful year supporting enterprise creation and development. The continuing support of our funders, sponsors and partners is also gratefully acknowledged. Further details are available from our website www.hbv.org.uk.

Plans for the future

During 2005-6, the company aims to develop further services to increase client competitiveness and contribute to the strategic agenda for tackling worklessness, both of which are particular issues facing the communities of Hackney and the London boroughs where the company is most active. We will do this by further developing our quality assured services to existing enterprises, while continuing our long term strategic work with pre-start, start-up, micro businesses and the self-employed.

Review of financial position

The company has achieved a similar level of income to last year and has also managed to contain costs, resulting in a surplus that has enabled the company to move towards the financial stability that will be needed to face the uncertainties in the funding environment for its services.

Reserves policy

As referred to above, the trustees have examined the company's requirements for free reserves in the light of the principal risk facing the organisation, of the uncertain funding climate for its services. They have set a target of between 30% and 45% of annual unrestricted income; at the current income level of £690,000, the target is £207,000 to £310,000. The free reserves are needed to meet the working capital requirements of the company and provide a buffer against a significant drop in funding. The current level of free reserves, at £173,807 (unrestricted reserves of £180,205 less £6,398 tied up in fixed assets – see note 16 to the financial statements), falls short of this target. Our policy is therefore to continue to build up our free reserves to the target level by means of planned operating surpluses.

Tangible fixed assets

The movements in tangible fixed assets are set out in note 8 to the financial statements.

Auditors

On the 3rd of October 2005 the auditors, Moore Stephens transferred their business into Moore Stephens LLP and, under section 26(5) of the Companies Act 1989, the company consented to extend the audit appointment to Moore Stephens LLP from that date. Having expressed its willingness to continue in office, a resolution to reappoint Moore Stephens LLP will be proposed at the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The report of the trustees was approved on 24 March 2006 and signed on its behalf by:


R Abbott - Director

HBV ENTERPRISE
(A COMPANY LIMITED BY GUARANTEE)

Independent Auditors' Report to the Members of HBV Enterprise

We have audited the financial statements of HBV Enterprise for the year ended 30 June 2005 set out on pages 6 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

This report is made solely to the company's trustees as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Trustees' Responsibilities, the charity's trustees are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the company is not disclosed.

We read the Trustees' Report and consider the implications for our report, if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the charity's affairs as at 30 June 2005 and of its incoming resource and application of resources for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

57 London Road
Enfield
Middlesex EN2 6SW

Moore Stephens LLP
Moore Stephens LLP
Chartered Accountants
and Registered Auditors

29 March 2006

HBV ENTERPRISE
(A COMPANY LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 30 June 2005

	Note	Unrestricted Funds £	Restricted Funds £	Total 2005 £	(Restated) Total 2004 £
Incoming resources					
Incoming resources from generated funds					
Voluntary income	2	20,476	-	20,476	11,655
Investment income	3	4,116	-	4,116	510
Incoming resources from charitable activities					
Start up and micro business support services		665,375	-	665,375	669,527
Total incoming resources		<u>689,967</u>	<u>-</u>	<u>689,967</u>	<u>681,692</u>
Resources expended					
Charitable activities					
Depreciation	5	12,201	33,948	46,149	51,627
Staff costs	6,7	322,924	-	322,924	401,143
Other costs		288,114	-	288,114	218,981
Governance costs		6,100	-	6,100	8,000
Total resources expended	4	<u>629,339</u>	<u>33,948</u>	<u>663,287</u>	<u>679,751</u>
Net incoming resources	5	<u>60,628</u>	<u>(33,948)</u>	<u>26,680</u>	<u>1,941</u>
Reconciliation of funds					
Total funds brought forward					
as previously reported		119,577	-	119,577	77,117
Prior year adjustment -deferred income on capital grants now reported as restricted funds		-	80,254	80,254	120,773
As restated		<u>119,577</u>	<u>80,254</u>	<u>199,831</u>	<u>197,890</u>
Total funds carried forward		<u>180,205</u>	<u>46,306</u>	<u>226,511</u>	<u>199,831</u>

Prior year adjustment

On 30 June 2004, the company became a charity. The Statement of Financial Activities has been drawn up to comply with SORP 2005. As a result, capital grant income which was previously shown as deferred income and disclosed within creditors falling due within one year of £33,948 for 2004 (2003: £24,155) and creditors falling due after more one year of £46,306 for 2004 (2003: £96,618) is now shown as restricted funds. The surplus for the year for Companies Act purposes was £60,628 (2004: £42,460) and details are shown on page 6a, the difference in results being the release of the grant on a yearly basis to the income and expenditure account of £33,948 for 2005 and £40,519 for 2004.

HBV ENTERPRISE
(A COMPANY LIMITED BY GUARANTEE)

INCOME AND EXPENDITURE ACCOUNT FOR COMPANIES ACT PURPOSES
for the year ended 30 June 2005

	Note	2005 £	2004 £
Income	1	719,799	721,701
Less - Administrative expenses		(663,287)	(679,549)
		<hr/>	<hr/>
Operating Surplus - Continuing Operations		56,512	42,152
Interest Receivable	3	4,116	510
Interest Payable			(202)
		<hr/>	<hr/>
Surplus on Ordinary Activities Before Taxation	5	60,628	42,460
Tax on ordinary activities		-	-
		<hr/>	<hr/>
Surplus on ordinary activities after taxation transferred to reserves		60,628	42,460
		<hr/> <hr/>	<hr/> <hr/>

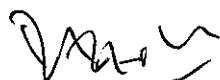
HBV ENTERPRISE
(A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET
at 30 June 2005

	Note	2005 £	Restated 2004 £
Fixed Assets			
Tangible Assets	8	52,704	93,296
Investments	9	-	1
Other Investments	10	1,424,370	1,457,082
Loans	10	(1,424,370)	(1,457,082)
		<u>52,704</u>	<u>93,297</u>
Current Assets			
Debtors	11	262,676	115,922
Cash at bank and in hand		151,049	134,143
		<u>413,725</u>	<u>250,065</u>
Creditors: Amounts falling due within one year	12	(225,737)	(114,335)
		<u>187,988</u>	<u>135,730</u>
Net Current Assets			
		<u>240,692</u>	<u>229,027</u>
Total Assets less current liabilities			
Less: Amounts falling due after one year	13	(14,181)	(29,196)
		<u>226,511</u>	<u>199,831</u>
Net Assets			
Unrestricted Funds	15	180,205	119,577
Restricted Funds	14	46,306	80,254
		<u>226,511</u>	<u>199,831</u>
Total Funds			
	16	<u>226,511</u>	<u>199,831</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board of Trustees on 24 March 2006 and signed on its behalf by



R Abbott

The notes on pages 8 to 12 form part of these financial statements.

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements.

Basis of Accounting

The financial statements have been prepared in accordance with applicable accounting standards under the historic cost convention and in accordance with the Statement of Recommended Practice (SORP) "Accounting and Reporting for Charities" published in March 2005. The comparative figures have been restated in accordance with the SORP. The company is not required to prepare group accounts because the group qualifies as small under section 249 of the Companies Act 1985.

Fund Accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the charitable objectives of HBV Enterprise.

Restricted funds are funds subject to specific restrictions imposed by donors or by the purpose of the appeal. The purpose and use of the restricted funds is set out in the notes to the financial statements.

Incoming Resources

All sources of income are recognised in the year in which entitlement to the income arises. Income (all of which arises in the UK) comprises the invoiced value of goods and services supplied, net of value added tax and trade discounts together with donations received with respect to the general activities of the venture. For Companies Act purposes grants relating to premises improvements derived from Government and other bodies are included in deferred income and credited to the income and expenditure account at 20% per annum on a straight line basis commencing in the quarter of acquisition.

Resources Expended

All expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they have been allocated on a basis consistent with the use of the resources. Governance costs are those incurred in connection with the management of HBV Enterprise's assets, organisation administration and compliance with constitutional and statutory requirements.

Fixed assets and depreciation

Depreciation is provided on the straight line basis on cost, or valuation, so as to write off the cost of assets over their estimated useful lives commencing in the quarter of acquisition:

Improvements to leasehold property	20% per annum
Office equipment	25% per annum
Computer equipment	33.3% per annum

Assets costing under £500 are written off in the year of acquisition.

Pensions

The company operates a defined contribution pension scheme for all full-time and part-time staff, including the CEO, but excluding non-executive trustees. The assets of the scheme are invested and managed independently of the finances of the company. The pension cost charge represents contributions payable in the year.

Group Accounts

The Company has taken advantage of the exemptions available, under Section 248 of the Companies Act 1985, from preparing consolidated financial statements. The financial statements therefore present information about the company as an individual undertaking and not about its group.

Other Investments

These represent loans advanced by the company and monies held on deposit. These are financed by loans advanced by third parties.

The company administers the loans advanced by the third parties but is not obliged to support any loss or default arising thereon. These monies are repayable to the loan providers only to the extent of the individual loans recovered, being capital and interest. There is no recourse on any other assets of the company.

Taxation

The company was a registered enterprise agency until 30 June 2004 and was therefore not subject to corporation tax on its normal activities. From 30 June 2004 the company has been registered as a charity and therefore continues to be not subject to corporation tax on its charitable activities.

2. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total 2005 £	Restated Total 2004 £
Donations	20,476	-	20,476	11,655

3. INVESTMENT INCOME

	Unrestricted Funds £	Restricted Funds £	Total 2005 £	Restated Total 2004 £
Bank interest	3,581	-	3,581	510
Other interest	535	-	535	-
	4,116	-	4,116	510

4. TOTAL RESOURCES EXPENDED

a) Analysis of total resources expended	Staff costs £	Other costs £	Total 2005 £	Restated Total 2004 £
Unrestricted funds				
<i>Charitable activities</i>				
Start up & micro business support services				
Advice and training	322,924	300,315	623,239	629,099
Governance costs	-	6,100	6,100	10,133
Total unrestricted resources expended	322,924	306,415	629,339	639,232
Restricted funds				
Depreciation	0	33,948	33,948	40,519
Total restricted resources expended	0	33,948	33,948	40,519
Total resources expended	322,924	340,363	663,287	679,751

b) Analysis of costs	Advice & training £	Governance costs £	Total 2005 £	Restated Total 2004 £
Salaries and other staff costs	322,924	-	322,924	401,143
Direct project expenses	177,995	-	177,995	70,623
Occupancy costs	44,370	-	44,370	55,216
Depreciation	46,149	-	46,149	51,627
Legal and professional	28,841	6,100	34,941	21,618
Quality Assurance	9,005	-	9,005	665
Other	27,903	-	27,903	78,859
	657,187	6,100	663,287	679,751

5. NET INCOMING RESOURCES

	2005 £	2004 £
This is stated after charging/(crediting)		
Depreciation	46,149	51,627
Release of government grants from deferred income (for Companies Act Purposes Only)	(33,948)	(40,519)
Auditors' fee	5,100	8,000

6. TRUSTEES' REMUNERATION

As permitted by the Articles of Association, the Chief Executive, Richard Abbott, who is also a trustee, received remuneration of £67,960 (2004: £61,836). None of the other trustees received remuneration (2004: £Nil).

The number of trustees to whom pension benefits are accruing under the money purchase schemes.

2005	2004
<u>1</u>	<u>1</u>

The pension contributions paid to money purchase schemes in respect of these trustees was £4,250 (2004: £3,791).

One trustee received reimbursement of necessary travelling expenses of £570 (2004: £568).

NOTES TO THE FINANCIAL STATEMENTS
30 June 2005

7. STAFF COSTS

The company employed on average 10 (2004: 13) people during the year at a cost of:

	2005 £	2004 £
Wages and salaries	283,714	353,557
Social security costs	30,239	37,348
Other pension costs	8,971	10,238
	<u>322,924</u>	<u>401,143</u>

The pensions costs during the year amounted to £8,971 (2004: £10,238). There were £Nil outstanding contributions at the year end (2004: £Nil).

One employee, who is also a trustee, received remuneration between £60,000 and £70,000 (2004: one).

8. FIXED ASSETS

	Short Leasehold Premises £	Computer Equipment £	Office Equipment £	Total £
Cost				
At 1 July 2004	189,785	35,596	7,223	232,604
Additions	-	3,045	2,512	5,557
	<u>189,785</u>	<u>38,641</u>	<u>9,735</u>	<u>238,161</u>
At 30 June 2005	189,785	38,641	9,735	238,161
Depreciation				
At 1 July 2004	102,744	31,633	4,931	139,308
Charged in the year	38,238	4,978	2,933	46,149
	<u>140,982</u>	<u>36,611</u>	<u>7,864</u>	<u>185,457</u>
At 30 June 2005	140,982	36,611	7,864	185,457
Net Book Value				
At 30 June 2005	<u>48,803</u>	<u>2,030</u>	<u>1,871</u>	<u>52,704</u>
At 30 June 2004	<u>87,041</u>	<u>3,963</u>	<u>2,292</u>	<u>93,296</u>

9. INVESTMENTS

As the company has developed, it has set up or acquired separate companies to carry out distinct activities; in respect of these the company has guaranteed to contribute a sum not exceeding the amount specified below to the assets of related companies in the event of being wound up and unable to pay their debts.

UBS Warburg Enterprise Fund Limited (an investment company)

£
2

In addition, at 30 June 2004, the company owned the whole of the issued share capital of Hackney Enterprise Fund Ltd (an investment company) being 100 ordinary shares of £1 each included at a cost of £1. This company was dissolved on 20 September 2005.

The results for UBS Warburg Enterprise Fund Limited for the year ended 30 June 2005 are as follows:

	Surplus/ (deficit)	Capital and Reserves
UBS Warburg Enterprise Fund Limited	(732)	88,167

HBV ENTERPRISE
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NOTES TO THE FINANCIAL STATEMENTS
30 June 2005

10. OTHER INVESTMENTS	2005 £	2004 £
Investments		
Cost		
At 1 July	1,457,082	1,103,719
Net Movement	(32,712)	353,363
	<hr/>	<hr/>
At 30 June	1,424,370	1,457,082
	<hr/> <hr/>	<hr/> <hr/>
Loans	(1,424,370)	(1,457,082)
	<hr/> <hr/>	<hr/> <hr/>

These represent loans advanced by the Company and monies held on deposit. These are financed by loans advanced by third parties.

11. DEBTORS	2005 £	2004 £
Trade Debtors	211,670	76,364
Inter Company	-	6,558
Prepayments	43,179	14,742
Other debtors	7,827	18,258
	<hr/>	<hr/>
	262,676	115,922
	<hr/> <hr/>	<hr/> <hr/>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2005 £	Restated 2005 £
Bank Overdraft	3,350	7,886
Trade Creditors	81,497	36,809
Amounts owed to related companies	60,864	1,364
Other Creditors including Tax and social security	8,491	10,021
Accruals and deferred income	71,535	58,255
	<hr/>	<hr/>
	225,737	114,335
	<hr/> <hr/>	<hr/> <hr/>

13. CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR	2005 £	Restated 2004 £
Accruals and deferred income	14,181	29,196
	<hr/> <hr/>	<hr/> <hr/>

Excluded from creditors is the sum of £1,424,370 (2004: £1,457,082) which in the balance sheet has been linked with the related assets under the linked presentation provisions of FRS5.

14. RESTRICTED FUNDS

These grants were given as a contribution towards the fitting out of the offices and are reduced by the relevant annual depreciation charge.

	Government Grants £	Grants from other bodies £	Total £
At 1 July 2004	77,073	3,181	80,254
Amortisation of lease funded by grant	(32,602)	(1,346)	(33,948)
	<hr/>	<hr/>	<hr/>
At 30 June 2005	44,471	1,835	46,306
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

15. STATEMENT OF FUNDS

	Restated At 1 July 2004	Income	Expenses	At 30 June 2005
	£	£	£	£
Unrestricted funds				
General Funds				
Start Up & Micro Services	119,577	689,967	(629,339)	180,205
Total unrestricted	<u>119,577</u>	<u>689,967</u>	<u>(629,339)</u>	<u>180,205</u>
Restricted				
Capital Grants	80,254	-	(33,948)	46,306
Total Restricted	<u>80,254</u>	<u>-</u>	<u>(33,948)</u>	<u>46,306</u>
Total	<u>199,831</u>	<u>689,967</u>	<u>(663,287)</u>	<u>226,511</u>

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Restricted Funds £	Unrestricted Funds £	Total 2005 £	Restated Total 2004 £
Tangible fixed assets	46,306	6,398	52,704	93,297
Current assets	-	413,725	413,725	250,065
Current liabilities	-	(225,737)	(225,737)	(114,335)
Amounts falling due after more than one year	-	(14,181)	(14,181)	(29,196)
	<u>46,306</u>	<u>180,205</u>	<u>226,511</u>	<u>199,831</u>

17. OTHER FINANCIAL COMMITMENTS

	2005 Land & Buildings £	2004 Land & Buildings £
Operating Leases which expire: Within one year	22,500	22,500
	<u>22,500</u>	<u>22,500</u>

18. ULTIMATE CONTROLLING PARTY AND RELATED PARTY TRANSACTIONS

The company is under the ultimate control of its members.

The following balances were owing to/(owed by) related parties at the year end.

	2005 £	2004 £
UBS Warburg Enterprise Fund Limited	60,864	(6,558)

The company invoiced £15,000 (2004: £15,000) in respect of management fees to UBS Warburg Enterprise Fund Ltd. Movement on the account relates to monies collected by HBV Enterprise on behalf of UBS Warburg Enterprise Fund Ltd.

19. POST BALANCE SHEET EVENTS

The subsidiary company, UBS Warburg Enterprise Fund Ltd, is in the process of being dissolved and any assets and liabilities of this company will be taken over by HBV Enterprise.