

**BALANCE SHEET FOR A.P.I ENGINEERING AS AT 29.9.2003**

**FIXED ASSETS**

|                   |      |            |
|-------------------|------|------------|
| Brought forward   | 976  |            |
| Introduced        | 100  |            |
| Less Depreciation | -957 |            |
| <b>TOTAL</b>      |      | <b>119</b> |

**CURRENT ASSETS**

|              |       |              |
|--------------|-------|--------------|
| Stock        | 15039 |              |
| Debtors      | 14272 |              |
| Bank         | 11749 |              |
|              | 9569  |              |
| <b>TOTAL</b> |       | <b>50629</b> |

**Less CURRENT LIABILITIES**

|           |      |  |
|-----------|------|--|
| Creditors | 1944 |  |
|           | 4224 |  |

|                          |             |  |
|--------------------------|-------------|--|
| <b>TOTAL LIABILITIES</b> | <b>6168</b> |  |
|--------------------------|-------------|--|

|                           |  |              |
|---------------------------|--|--------------|
| <b>NET CURRENT ASSETS</b> |  | <b>44461</b> |
|---------------------------|--|--------------|

|                                              |  |              |
|----------------------------------------------|--|--------------|
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |  | <b>44580</b> |
|----------------------------------------------|--|--------------|

**FINANCED BY**

|                             |        |              |
|-----------------------------|--------|--------------|
| 90000 £1 SHARES - PART PAID | 71158  |              |
| 10000 £1 Non voting SHARES  | 7427   |              |
| Accumulated Losses          | -42139 |              |
| Profit 2002/2003            | 8134   |              |
|                             |        | <b>44580</b> |

**A.P.I. ENGINEERING LIMITED - ACCOUNTS FOR THE 12 MONTHS TO 29TH SEPTEMBER 2003**

1. For the year ended 29.9.2003 the company was entitled to exemption under sub-section (1) of section 249A of the Companies Act 1985.
2. No notice from members requiring an audit has been deposited under section 249A(2) of the Companies Act
3. The directors acknowledge their responsibilities for:
  - a) ensuring the company keeps accounting records which comply with section 221 and:
  - b) preparing accounts 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 Companies Act relating to accounts, so far as applicable to the company.
  - c) Preparing the accounts in accordance with the special provisions in Part V11 of the Companies Act 1985 relating to small companies.

SIGNED.....

*D M Robinson*

Director & Company Secretary



A42  
COMPANIES HOUSE

\*AEMSRX6\*

0715  
21/01/04

A.P.I. ENGINEERING LIMITED - No. 3960619  
DIRECTORS REPORT - YEAR ENDING 29.9.2003

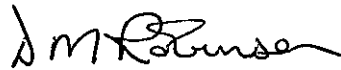
The company achieved steady growth during the year and achieved a profit on its operations. The growth was slower than planned due to the longer than expected time taken to ensure that the Chinese supply base is fully capable of meeting the stringent quality requirements necessary in the marketplace.

One of the directors started working full time for the company during the year and established contracts with three new customers.

API Engineering also took a 10% interest in a Swedish company (Nordic Windpower AB) involved in the design and construction of large wind turbines. This company has good prospects and provides opportunities for the supply of component parts.

The office in Canada has provided a number of opportunities and has proved useful in negotiation with Chinese suppliers. In addition several new supply relationships were initiated in Rumania which is a good source of high quality low cost components.

The year ended with an excellent prospect list which is providing a good start to the 2003/4 financial year.



Signed. D.M. Robinson Director and Company Secretary.