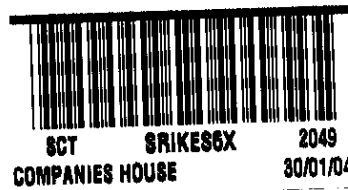


**Report of the Director and
Financial Statements for the Year Ended 31 March 2003
for
Basic Project Services Limited**



**Contents of the Financial Statements
for the Year Ended 31 March 2003**

	Page
Company Information	3
Report of the Director	4
Profit and Loss Account	5
Balance Sheet	6
Notes to the Financial Statements	7
Profit and Loss Account	9

**Company Information
for the Year Ended 31 March 2003**

DIRECTOR: Mrs R Somerville

SECRETARY: Mrs J E Guthrie

REGISTERED OFFICE : 2 Main Street
Kilconquhar
LEVEN
Fife
KY9 1LQ

REGISTERED NUMBER : 182125 (Scotland)

**Report of the Director
for the Year Ended 31 March 2003**

The director presents her report with the financial statements of the company for the year ended 31 March 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of computer consultancy.

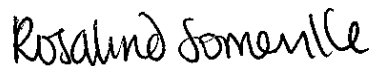
DIRECTOR

Mrs R Somerville was the sole director during the year under review.

Her beneficial interests in the issued share capital of the company was as follows :

	31.3.03	1.4.02
Ordinary £1 shares	1	1

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

ON BEHALF OF THE BOARD:

Mrs R Somerville – DIRECTOR

Dated: 30 December 2003

Profit and Loss Account
for the Year Ended 31 March 2003

		31-3-03	31-3-02
	Notes	£	£
TURNOVER		66,578	22,043
Administrative Expenses		<u>39,164</u>	<u>26,893</u>
OPERATING (LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	27,414	(4,850)
Tax on (loss)/profit on ordinary activities	3	<u>2,984</u>	<u>-</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		24,430	(4,850)
Dividends	4	<u>24,493</u> (63)	<u>-</u> (4,850)
Retained profit brought forward		<u>380</u>	<u>5230</u>
RETAINED PROFIT CARRIED FORWARD		<u>317</u>	<u>380</u>

Balance Sheet
31 March 2003

	Notes	31-3-03		31-3-02	
		£	£	£	£
FIXED ASSETS:					
Tangible Assets	5		3,289		4,385
CURRENT ASSETS:					
Stocks		5,300		10,800	
Debtors	6	-		3,427	
Cash at bank		3,131		966	
		8,431		15,193	
CREDITORS: Amounts	7	11,401		19,196	
falling due within one year					
NET CURRENT LIABILITIES:			(2,970)		(4,003)
TOTAL ASSETS LESS CURRENT LIABILITIES:			319		382
CAPITAL AND RESERVES:					
Called up share capital	8		2		2
Profit and loss account			317		380
SHAREHOLDERS' FUNDS:			319		382

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges her responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view 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.

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

ON BEHALF OF THE BOARD:

Rosalind Somerville

Mrs R Somerville – DIRECTOR

Approved by the Board on 30 December 2003

**Notes to the Financial Statements
for the Year Ended 31 March 2003**

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 March 2000).

Turnover

Turnover represents net invoiced sales of services, 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.

Plant and machinery etc - 25% on reducing balance

Stocks

Work in progress is valued at the lower of cost and realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the director, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING (LOSS)/PROFIT

The operating profit (2002 – operating loss) is stated after charging:

	31-3-03 £	31-3-02 £
Depreciation – owned assets	1,096	3,787
Pension costs	<u>1,800</u>	<u>1,800</u>
Directors' emoluments and other benefits etc	<u>-</u>	<u>-</u>

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	31-3-03 £	31-3-02 £
UK corporation tax	<u>2,984</u>	<u>-</u>

4. DIVIDENDS

	31-3-03 £	31-3-02 £
Dividends on ordinary shares	<u>24,493</u>	<u>-</u>

**Notes to the Financial Statements
for the Year Ended 31 March 2003**

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST:	
At 1 April 2002	10,873
Acquisitions	-
Disposals	-
At 31 March 2003	<u>10,873</u>
DEPRECIATION:	
At 1 April 2002	6,488
Charge for year	1,096
Eliminated on disposals	-
At 31 March 2003	
NET BOOK VALUE:	
At 31 March 2003	<u>3,289</u>
At 31 March 2002	<u>4,385</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31-3-03 £	31-3-02 £
VAT	<u>-</u>	<u>3,427</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31-3-03 £	31-3-02 £
Trade Creditors	-	1,018
Directors current accounts	5,250	17,781
VAT	2,160	-
Taxation	3,991	(303)
Accrued Expenses	<u> </u>	<u>700</u>

8. CALLED UP SHARE CAPITAL

Authorised:	Nominal	31-3-03	31-3-02
Number	Value	£	£
100	£1	100	100
Ordinary			
Allotted, issued and fully paid:			
2	£1	<u>2</u>	<u>2</u>
Ordinary			

**Profit and Loss Account
for the Year Ended 31 March 2003**

	31-3-03	31-3-02
	£ £	£ £
Sales	66,578	22,043
 Expenditure:		
Pension contributions	1,800	1,800
Wages	6,163	4,500
Telephone	2,884	1,696
Postage and stationery	763	437
Travelling and accomodation	173	130
Motor expenses	3065	6,510
Computer consumables	8458	6,154
Sundry expenses	292	37
Accountancy	685	863
Rent	2802	780
	<u>27,085</u>	<u>22,907</u>
	39,493	(864)
 Finance Costs:		
Bank charges	183	199
	<u>39,310</u>	<u>(1,063)</u>
 Depreciation:		
Fixtures & fittings	1,096	1,461
Motor vehicles		2,326
Stock	10,800	
	11,896	3,787
 NET (LOSS)/PROFIT	<u>27,414</u>	<u>(4,850)</u>