

BSL EXPRESS SERVICE LIMITED

PAGE 1

ANNUAL REPORT AND STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2003

DIRECTORS

M TREISTER
J M TREISTER

SECRETARY

J M TREISTER

REGISTERED OFFICE

62 NEW CAVENDISH STREET
LONDON W1G 8TA

ACCOUNTANTS

SINGER HOME DESAI
62 NEW CAVENDISH STREET
LONDON W1G 8TA



ANNUAL REPORT AND STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2003

CONTENTS:

STATUTORY INFORMATION

PAGE	3	DIRECTORS REPORT
	4	ACCOUNTANTS REPORT
	5	BALANCE SHEET
	6	PROFIT AND LOSS ACCOUNT
	7	NOTES TO THE ACCOUNTS

NON STATUTORY INFORMATION

12	TRADING ACCOUNT
13	OPERATING EXPENSES

DIRECTORS REPORT
FOR THE YEAR ENDED 31 MARCH 2003

The Directors have pleasure in submitting their Annual Report to the members together with the Accounts and Notes thereto.

PRINCIPAL ACTIVITY

The Principal Activities of the company have not changed significantly during the year under review and remain those of Agents and Distributors of Electronic Components.

DIRECTORS

The constitution of the Board, their interests (and those of their immediate families) in the Capital of the company were as follows:

	<u>Beneficial Holdings</u>	
	<u>Shares of £1 Each</u>	
	<u>2003</u>	<u>2002</u>
M Treister	90	90
J Treister	10	10
	----	----
	100	100
	====	====

No changes in the constitution of the Board have taken place during the year.

TAXATION

So far as the Directors are aware the company falls within the meaning of a "Close Company" as defined by the Income and Corporation Taxes Act 1988.

SMALL COMPANY RULES

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

.....
CHAIRMAN

(M TREISTER)

29/7/2004
DATE

ACCOUNTANT'S REPORT
YEAR ENDED 31 MARCH 2003

In accordance with instructions given to us we have prepared the financial statements for the period ended 31 March 2003 set out on Pages 5 to 10 from information and explanations supplied to us by the management of the company.

We have not audited the financial statements. Accordingly, we do not express our audit opinion or any other form of assurance that the accounting records and the financial statements are free from material misstatement.

Singer Home Desai
SINGER HOME DESAI

62 NEW CAVENDISH STREET

LONDON W1G 8TA

DATED: *29/7/04*

BSL EXPRESS SERVICE LIMITED
BALANCE SHEET AS AT 31 MARCH 2003

PAGE 5

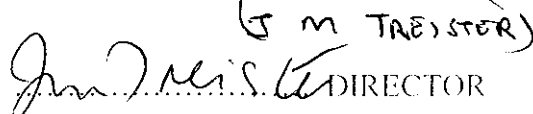
<u>FIXED ASSETS</u>	<u>NOTES</u>	<u>2003</u>	<u>2002</u>
Tangible Assets	2	£ 14,436	£ 17,491
<u>CURRENT ASSETS</u>			
Stocks	3	£ 20,496	£ 39,300
Debtors	4	50,460	97,713
Bank Accounts		35,991	150,285
		-----	-----
		£ 106,947	£ 287,298
		=====	=====
<u>CREDITORS</u>			
Amounts falling due within One Year	5	£ 117,950	£ 166,546
		=====	=====
<u>NET CURRENT (LIABILITIES)/ASSETS</u>		(11,003)	120,752
		-----	-----
<u>NET ASSETS</u>		£ 3,433	£ 138,243
		=====	=====
<u>CAPITAL AND RESERVES</u>			
<u>CALLED UP SHARE CAPITAL</u>	6	£ 100	£ 100
<u>PROFIT AND LOSS ACCOUNT</u>		3,333	138,143
		-----	-----
<u>SHAREHOLDERS FUNDS</u>		£ 3,433	£ 138,243
		=====	=====

The Directors have taken advantage of the total exemption from audit conferred by Section 249A(1) of Companies Act 1985 and confirm that members have not required the company to obtain an audit of its accounts for the period in accordance with Section 249B(2).

The Directors acknowledge their responsibilities for ensuring that:

1. The company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
2. The financial statements give a true and fair view of the state of affairs of the company as at 31 March 2003 and of its Loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provision of Part VII of the Companies Act 1985 applicable to Small Companies, and in accordance with the Financial Reporting Standards for smaller entities (effective June 2002).

 (M. TREISTER) X 
..... DIRECTOR DIRECTOR

Approved by the Board on 29/7/2004

The Notes on pages 7 to 10 form part of these Accounts.

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2003

	<u>NOTES</u>	<u>2003</u>	<u>2002</u>
<u>TURNOVER</u>	7	£ 321,482	£ 546,080
Cost of Sales		190,153	292,917
		-----	-----
<u>GROSS PROFIT</u>		131,329	253,163
<u>LESS:</u>			
Administration Expenses	£ 145,325	£ 137,347	
Other Operating Expenses	121,429	266,754	101,913
	-----	-----	-----
<u>(LOSS)/PROFIT ON ORDINARY</u> <u>ACTIVITIES BEFORE INTEREST</u>	8	(135,425)	13,903
Interest Receivable		389	2,260
		-----	-----
<u>(LOSS)/PROFIT ON ORDINARY</u> <u>ACTIVITIES BEFORE TAXATION</u>		(135,036)	16,163
<u>TAXATION</u>	9	226	(226)
		-----	-----
<u>(LOSS)/PROFIT ON ORDINARY</u> <u>ACTIVITIES AFTER TAXATION</u>		(134,810)	15,937
<u>DIVIDEND</u>		-	-
		-----	-----
<u>RETAINED (LOSS)/PROFIT</u> <u>FOR THE FINANCIAL YEAR</u>		(134,810)	15,937
<u>PROFIT AND LOSS ACCOUNT</u> <u>BALANCE BROUGHT FORWARD</u>		138,143	122,206
		-----	-----
<u>PROFIT AND LOSS ACCOUNT</u> <u>BALANCE CARRIED FORWARD</u>		£ 3,333	£ 138,143
		=====	=====

The Notes on pages 7 to 10 form part of these Accounts..

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2003

NOTE: 1

ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

These Accounts have been prepared under the historical cost convention.

1.2 TANGIBLE FIXED ASSETS

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

Motor Vehicles	25% p.a)
Equipment	15% p.a) on reducing balance
Furniture, Fixtures and Fittings	15% p.a)

1.3 STOCK

Stock is valued at the lower of cost and net realisable value.

1.4 DEFERRED TAXATION

A full provision for deferred taxation in respect of all timing differences that have originated but not reversed, by the balance sheet date is made using the incremental liability approach.

1.5 TURNOVER

Turnover represents the total income receivable by the company (exclusive of Value Added Tax) in respect of services rendered.

1.6 FOREIGN CURRENCIES

Assets and Liabilities in Foreign Currencies are translated into Sterling at the rate of exchange ruling at the Balance Sheet date. Transactions in Foreign Currencies are converted into Sterling at the rate of exchange ruling at the date of transaction.

Exchange differences are taken into account in arriving at the operating results for the year.

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2003 (CONTINUED)

NOTE: 2

<u>TANGIBLE FIXED ASSETS</u>		<u>MOTOR</u>	<u>FURNITURE</u>		
<u>COST</u>		<u>VEHICLE</u>	<u>FIXTURES &</u>	<u>EQUIPMENT</u>	<u>TOTAL</u>
			<u>FITTINGS</u>		
<u>Balance:</u>	1 April 2002	£ 18,200	£ 9,278	£ 40,678	£ 68,516
Additions		-	-	-	-
Disposals		-	-	-	-
<u>Balance:</u>	31 March 2003	£ 18,200	£ 9,278	£ 40,678	£ 68,156
<u>DEPRECIATION:</u>					
<u>Balance:</u>	1 April 2002	£ 13,880	£ 7,989	£ 28,796	£ 50,665
Provided in the Year		1,080	193	1,782	3,055
Written off in respect					
of Disposals		-	-	-	-
<u>Balance:</u>	31 March 2003	£ 14,960	£ 8,182	£ 30,578	£ 53,720
<u>NET BOOK VALUE:</u>	31 March 2003	£ 3,240	£ 1,096	£ 10,100	£ 14,436
<u>NET BOOK VALUE:</u>	31 March 2002	£ 4,320	£ 1,289	£ 11,882	£ 17,491

NOTE: 3

<u>STOCK</u>	<u>2003</u>	<u>2002</u>
Finished Goods	£ 20,496	£ 39,300

NOTE: 4

<u>DEBTORS</u>	<u>2003</u>	<u>2002</u>
Trade Debtors	£ 45,157	£ 92,159
Sundry Debtors and Prepayments	5,303	5,554
	£ 50,460	£ 97,713

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2003 (CONTINUED)

NOTE: 5

<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	<u>2003</u>	<u>2002</u>
Trade Creditors	£ 33,536	£ 99,458
Sundry Creditors and Accruals	45,328	39,099
Associated Company Account (Note: 5.1)	33,407	24,349
Social Security and Other Taxes	5,679	3,414
Corporation Tax	-	226
	=====	=====
	£ 117,950	£ 166,546

NOTE: 5.1

<u>ASSOCIATED COMPANY ACCOUNT</u>	<u>2003</u>	<u>2002</u>
Amounts due to Associated Company	£ 28,407	£ 24,349
	=====	=====

NOTE: 6

<u>CALLED UP SHARE CAPITAL</u>	<u>2003</u>	<u>2002</u>
<u>Authorised</u>		
1,000 Ordinary Shares of £1 Each	£ 1,000	£ 1,000
	=====	=====
<u>Issued and Fully Paid</u>		
100 Ordinary Shares of £1 Each	£ 100	£ 100
	=====	=====

NOTE: 7TURNOVER

In the year to 31 March 2003, 38% of the company's turnover was derived from markets Outside the United Kingdom (2002- 41%).

NOTE: 8PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION:

The Profit on Ordinary activities before taxation is stated after charging:	<u>2003</u>	<u>2002</u>
Depreciation	£ 3,055	£ 3,764
Directors Emoluments	10,000	10,000
	=====	=====

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2003 (CONTINUED)NOTE: 9TAXATION

Taxation on the results of the Ordinary Activities for the year was as follows:

	<u>2003</u>	<u>2002</u>
Corporation Tax payable based on Adjusted Results for the Year @ 10% (2002: 10%)	£ -	£ 226
Overprovision in respect of previous Year	(226)	-
	-----	-----
	£(226)	£ 226
	=====	=====

NOTE: 10FINANCIAL COMMITMENTS

At 31 March 2003 the company had annual commitments under none cancellable
Operating Leases as follows:

<u>Expiry Date</u>	<u>Land and Building</u>	
	<u>2003</u>	<u>2002</u>
Within 1 Year	£ -	£ 3,300
Between 2 and 5 Years	67,746	29,396
	-----	-----
	£ 67,746	£ 32,696
	=====	=====

NOTE: 11CONTINGENT LIABILITY

At the accounting date there was a contingent liability to the company's bankers
amounting to no more than £12,000 arising out of a guarantee given to HM Customs &
Excise which is only likely to be called upon by HM Customs & Excise in the event of
default by the company.