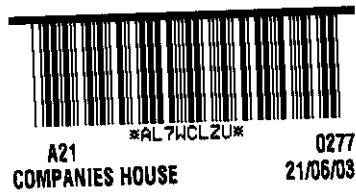


Company Registration No. 1661663 (England and Wales)

HOBSON PARAGON (UK) LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2002



HOBSON PARAGON (UK) LIMITED

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HOBSON PARAGON (UK) LIMITED

ACCOUNTANTS' REPORT TO THE REGISTRAR OF COMPANIES

The following reproduces the text of the report prepared for the purposes of section 249A(2) Companies Act 1985 in respect of the company's annual accounts, from which the abbreviated accounts (set out on pages 1 to 5) have been prepared.

"We report on the accounts for the year ended 31 August 2002 set out on pages 3 to 9.

Respective responsibilities of directors and reporting accountants

As described on page 5 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

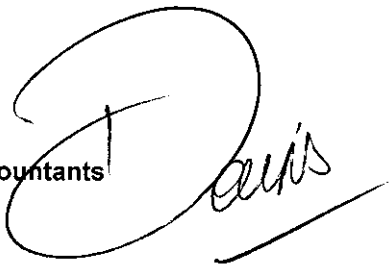
Opinion

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1)."

Dains

Chartered Accountants



16 June 2003

The Hollies, Church Street
Rugeley
Staffordshire
WS15 2AB

HOBSON PARAGON (UK) LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 AUGUST 2002

	Notes	2002 £	£	2001 £	£
Fixed assets					
Tangible assets	2	213,662		215,423	
Current assets					
Stocks		25,255		23,593	
Debtors		53,169		52,159	
		<u>78,424</u>		<u>75,752</u>	
Creditors: amounts falling due within one year		<u>(94,110)</u>		<u>(88,487)</u>	
Net current liabilities		(15,686)		(12,735)	
Total assets less current liabilities		197,976		202,688	
Creditors: amounts falling due after more than one year	3	<u>(177,975)</u>		<u>(196,205)</u>	
		<u>20,001</u>		<u>6,483</u>	
Capital and reserves					
Called up share capital	4	2,000		2,000	
Profit and loss account		18,001		4,483	
Shareholders' funds		<u>20,001</u>		<u>6,483</u>	

HOBSON PARAGON (UK) LTD

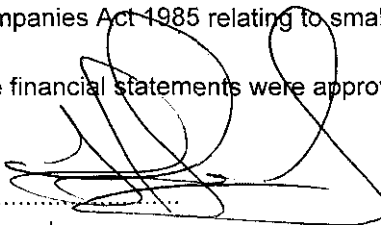
ABBREVIATED BALANCE SHEET (CONTINUED) AS AT 31 AUGUST 2002

In preparing these abbreviated accounts:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) 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 this Act relating to accounts, so far as applicable to the company.

These abbreviated accounts 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 on


F French
Director

16/06/03

HOBSON PARAGON (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% on straight line
Computer equipment	25% on reducing balance
Fixtures, fittings & equipment	15% on reducing balance
Motor vehicles	25% on reducing balance

2 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
At 1 September 2001	6,750	304,949	311,699
Additions	-	8,175	8,175
Disposals	-	(17,270)	(17,270)
At 31 August 2002	6,750	295,854	302,604
Depreciation			
At 1 September 2001	6,750	89,526	96,276
On disposals	-	(16,735)	(16,735)
Charge for the year	-	9,401	9,401
At 31 August 2002	6,750	82,192	88,942
Net book value			
At 31 August 2002	-	213,662	213,662
At 31 August 2001	-	215,423	215,423

HOBSON PARAGON (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2002

3	Creditors: amounts falling due after more than one year	2002	2001
		£	£
	Analysis of loans repayable in more than five years		
	Not wholly repayable within five years by instalments	108,784	121,396
		<u> </u>	<u> </u>
	Not wholly repayable within five years other than by instalments	80,896	82,396
		<u> </u>	<u> </u>
4	Share capital	2002	2001
		£	£
	Authorised		
	10,000 Ordinary of £ 1 each	10,000	10,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	2,000 Ordinary of £ 1 each	2,000	2,000
		<u> </u>	<u> </u>