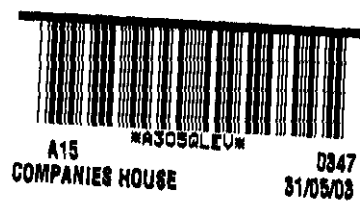


EXITFLEX (UK) LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31ST DECEMBER 2002



INDEPENDENT AUDITORS' REPORT TO EXITFLEX (UK) LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5 together with the accounts of Exitflex (UK) Limited for the year ended 31st December 2002 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

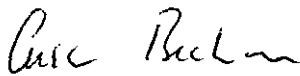
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



Casson Beckman
Chartered Accountants and Registered Auditors
Old Brunel House
Fisherton Street
Salisbury
Wilts
SP2 7RL
Date: 23 MAY 2003

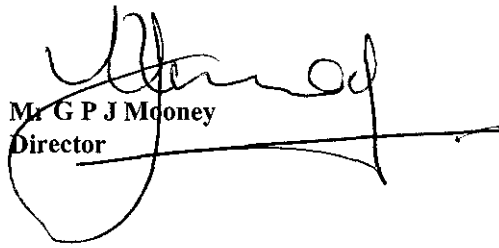
EXITFLEX (UK) LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31ST DECEMBER 2002

	Notes	2002 £	2001 £
Fixed Assets	2		
Tangible fixed assets		156,577	148,080
Current Assets			
Stocks		235,912	231,352
Debtors		208,831	204,558
Cash at bank and in hand		45,803	33,223
		<u>490,546</u>	<u>469,133</u>
Creditors: Amounts Falling Due Within One Year		<u>162,699</u>	<u>145,085</u>
Net Current Assets		<u>327,847</u>	<u>324,048</u>
Total Assets Less Current Liabilities		<u>484,424</u>	<u>472,128</u>
Creditors: Amounts Falling Due After More Than One Year		<u>22,552</u>	<u>40,947</u>
Net Assets		<u>461,872</u>	<u>431,181</u>
Capital and Reserves			
Share capital	4	200,000	200,000
Profit and loss account		<u>261,872</u>	<u>231,181</u>
Shareholders' Funds		<u>461,872</u>	<u>431,181</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and were approved by the board on **23 MAY 2003** and signed on its behalf.


Mr G P J Mooney
Director

EXITFLEX (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2002

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared under the historical cost convention.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation, less estimated residual value, of all tangible fixed assets other than freehold land over their expected useful lives on the following bases:

Freehold property	2% on straight line
Motor vehicles	25% of written down value
Fixtures, fittings and equipment	15% of written down value
Computer equipment	25% on straight line

Research and Development

Research and development expenditure is charged to profits in the period in which it is incurred.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse.

Contribution to Pension Funds

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the Profit and Loss Account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

EXITFLEX (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2002

Foreign Currencies

Transactions in currencies other than sterling are translated at the average exchange rate ruling during the relevant month, taking account of maturing foreign exchange contracts.

Assets and liabilities denominated in foreign currencies are translated either at the exchange rate ruling at the period end or, where applicable, at the estimated sterling equivalent, taking account of future foreign exchange contracts.

Differences on exchange are charged or credited in determining profit on ordinary activities before taxation.

2 Fixed Assets

	Tangible Fixed Assets	Total
	£	£
Cost		
At 1st January 2002	193,912	193,912
Additions	29,526	29,526
Disposals	(10,995)	(10,995)
At 31st December 2002	212,443	212,443
Depreciation and Amortisation		
At 1st January 2002	45,833	45,833
Charge for the year	14,844	14,844
On disposals	(4,811)	(4,811)
At 31st December 2002	55,866	55,866
Net Book Value		
At 31st December 2002	156,577	156,577
<i>At 31st December 2001</i>	<i>148,079</i>	<i>148,079</i>

Assets held under finance leases originally cost £29,526 (2001 : £10,995) and have a net book value of £22,144 (2001 : £6,184)

3 Secured Creditors

The total amount of secured creditors due within one year is: £34,870 (2001 : £18,805)

The total amount of secured creditors due after more than one year is: £22,552 (2001 : £40,947)

EXITFLEX (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2002

4	Share Capital	2002 £	2001 £
	Authorised Equity Shares		
	250,000 Ordinary shares of £1.00 each	<u>250,000</u>	<u>250,000</u>
		<u>250,000</u>	<u>250,000</u>
	Allotted Equity Shares		
	200,000 Ordinary shares of £1.00 each	<u>200,000</u>	<u>200,000</u>

5 Transactions with Directors

None of the directors had a material interest in any contract of significance to which the company was a party during the year.

6 Ultimate Parent Company

The company is ultimately owned by Exitflex SA, a company registered in Switzerland.