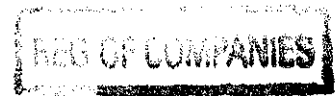


REGISTERED NUMBER : 02098310
England and Wales

HOBSON TECHNOLOGY LIMITED



ANNUAL REPORT AND ACCOUNTS

31 MARCH 2002

THOMAS DAVID

Chartered Accountants



HOBSON TECHNOLOGY LIMITED

DIRECTOR M. Green - Chairman

SECRETARY Mrs. P.R. Green

REGISTERED OFFICE Mercer House
10 Watermark Way
HERTFORD
Hertfordshire. SG13 7TZ

REGISTERED NUMBER 02098310 England and Wales

AUDITORS Thomas David
Chartered Accountants
Mercer House
10 Watermark Way
HERTFORD
Hertfordshire SG13 7TZ

ANNUAL REPORT AND ACCOUTS – 31 MARCH 2002

Pages	
2	Report of the directors
3	Accountants' report
	Accounts comprising:
4	Profit and loss account
5	Balance sheet
6-7	Notes to the accounts

The following page does not form part of the statutory accounts:

8	Detailed profit and loss account
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HOBSON TECHNOLOGY LIMITED
REPORT OF THE DIRECTORS

The director presents his annual report with the accounts of the company for the year ended 31 March 2002.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was the provision of engineering services.

DIRECTOR

The director in office in the year and his beneficial interests in the company's issued ordinary share capital was as follows:

	2002	2001
M. Green	99	99

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial year, which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing those accounts, the directors are required to:

- ~ select suitable accounting policies and then apply them consistently:
- ~ make judgements and estimates that are reasonable and prudent:
- ~ prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, Thomas David were deemed to be re-appointed in accordance with Section 385 of the Companies Act 1985.

SMALL COMPANY EXEMPTIONS

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

Signed on behalf of the board of directors

M. Green
Director

Approved by the board: 29 November 2002



Independent auditors' report**To the shareholders of Hobson Technology Limited**

We have audited the accounts of Hobson Technology Limited for the year ended 31 March 2002 which comprise pages 4 to 7. These accounts have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the accounts, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

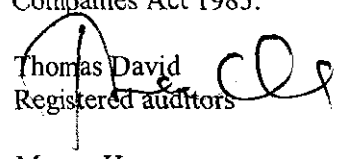
Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practice Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 March 2002 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.


Thomas David
Registered auditors

Mercer House
10 Watermark Way
Hertford
Hertfordshire
SG13 7TZ

6 December 2002

HOBSON TECHNOLOGY LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2002

	Notes	2002 £	2001 £
TURNOVER	1	-	24,513
Cost of sales		-	15,397
GROSS PROFIT		-	9,116
Administrative expenses		(1,008)	(1,930)
Other operating charges		(1,082)	(1,971)
OPERATING LOSS	2	(2,090)	5,215
Interest received		881	1,099
Income from investments received		44	56
LOSS on ordinary activities before taxation		(1,165)	6,370
TAXATION	3	-	524
LOSS for the financial year after taxation		(1,165)	5,846
DIVIDENDS paid or proposed		-	(12,000)
RETAINED LOSS for the financial year		(1,165)	(6,154)
RETAINED PROFIT at 1 April 2001		14,481	20,635
RETAINED PROFIT at 31 March 2002		£ 13,316	£ 14,481

The notes on pages 6 to 7 form part of the statutory accounts.

HOBSON TECHNOLOGY LIMITED
BALANCE SHEET – 31 MARCH 2002

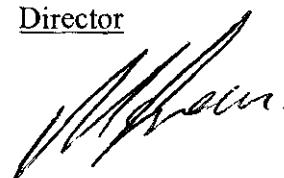
	Notes	2002 £	2001 £
FIXED ASSETS			
Tangible assets	4	974	1,299
Investments	5	3,795	3,795
		-----	-----
		4,769	5,094
		-----	-----
CURRENT ASSETS			
Cash at bank		41,197	53,241
CREDITORS: amounts falling due within one year	6	(32,550)	(43,754)
		-----	-----
NET CURRENT ASSETS		8,647	9,487
		-----	-----
NET ASSETS		£ 13,416	£ 14,581
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	7	100	100
Profit and loss account		13,316	14,481
		-----	-----
SHAREHOLDERS' FUNDS		£ 13,416	£ 14,581
		=====	=====

Signed on behalf of the board of directors

M. Green

Approved by the board: 29 November 2002

Director



The notes on pages 6 to 7 form part of the statutory accounts.

HOBSON TECHNOLOGY LIMITED
NOTES TO THE ACCOUNTS – 31 MARCH 2002

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention in accordance with Applicable accounting standards.

Turnover

Turnover represents net invoiced sales of goods, excluding VAT.

Tangible fixed assets

Depreciation is provided at the following annual rate in order to write off each asset over its estimated useful life:

Office equipment – 25% on written down value

2. OPERATING PROFIT

The operating profit (2001-profit) is stated after charging:

	2002	2001
	£	£
Auditors' remuneration	-	275
	===	===

3. TAXATION

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

	2002	2001
	£	£
Corporation tax for the year at 20% (2001-20%)	-	524
	===	===

4. TANGIBLE ASSETS

COST

	Office Equipment £
At 1 April 2001	4,577
Additions	-

At 31 MARCH 2002	4,577

DEPRECIATION

At 1 April 2001	3,278
Charge for year	325

At 31 MARCH 2002	3,603

NET BOOK VALUES

At 31 MARCH 2002	£ 974
	=====

At 31 March 2001	£ 1,299
	=====

HOBSON TECHNOLOGY LIMITED
NOTES TO THE ACCOUNTS – 31 MARCH 2002

5.	INVESTMENTS	2002	2001
		£	£
	216 Ordinary shares in BAA Plc at cost	251	251
	1,038 Ordinary shares in Chiltern Radio Ltd at cost	1,240	1,240
	1,322 Ordinary shares in British Airways Plc at cost	2,304	2,304
		-----	-----
		£ 3,795	£ 3,795
		=====	=====
6.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2002	2001
		£	£
	Other creditors	31,950	42,380
	Corporation tax	-	524
	Trade creditors	600	850
		-----	-----
		£ 32,550	£ 43,754
		=====	=====
7.	CALLED UP SHARE CAPITAL	2001	2000
		£	£
	Authorised		
	100 ordinary shares of £1 each	£ 100	£ 100
		=====	=====
	Allotted, called up and fully paid		
	100 (2001-100) ordinary shares of £1 each	£ 100	£ 100
		=====	=====