REGISTERED NUMBER: 2730121 (England and Wales)

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2000

FOR

L.G.P. LIMITED

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L.G.P. LIMITED

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for the Year Ended 31 March 2000

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L.G.P. LIMITED

COMPANY INFORMATION
for the Year Ended 31 March 2000

DIRECTORS:	A G Francis Miss L K Tripp Mrs J E Hearne
SECRETARY:	A G Francis
REGISTERED OFFICE:	76, Ouseley Road, Wraysbury, Staines, Middlesex. TW19 5JH.
REGISTERED NUMBER:	2730121 (England and Wales)
AUDITORS:	S.D. Whiting & Co, Registered Auditors and Chartered Accountants, 76, Ouseley Road, Wraysbury, Middlesex. TW19 5JH.

L.G.P. LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 March 2000

The directors present their report with the financial statements of the company for the year ended 31 March 2000.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of the supply of electro-optic products which has taken over form the previous activity of providing management services.

REVIEW OF BUSINESS
The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS
An interim dividend of £20000 per share was paid on 31 March 2000. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 March 2000 will be £60,000.

DIRECTORS
The directors during the year under review were:

A G Francis
Miss L K Tripp
Mrs J E Hearne

The beneficial interests of the directors holding office on 31 March 2000 in the issued share capital of the company were as follows:

	31.3.00	1.4.99
Ordinary Shares £1 shares		
A G Francis	1	1
Miss L K Tripp	1	1
Mrs J E Hearne	1	-

STATEMENT OF DIRECTORS' RESPONSIBILITIES
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, 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 financial statements 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 financial statements 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, S.D. Whiting & Co,, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

A G Francis - SECRETARY

Dated: 1 August 2000

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF L.G.P. LIMITED

We have audited the financial statements on pages four to nine which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors
As described on page two the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 financial statements 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 financial statements.

Opinion
In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

S.D. Whiting & Co.

S.D. Whiting & Co,
Registered Auditors and
Chartered Accountants,
76, Ouseley Road,
Wraysbury,
Middlesex. TW19 5JH.

Dated: 1 August 2000

L.G.P. LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 2000

	Notes	31.3.00	31.3.99
		£	£
TURNOVER		**338,366**	100,914
Cost of sales		**220,588**	-
GROSS PROFIT		**117,778**	100,914
Administrative expenses		**36,922**	100,386
OPERATING PROFIT	3	**80,856**	528
Interest receivable and similar income		**64**	182
		80,920	710
Interest payable and similar charges	4	**1,692**	114
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		**79,228**	596
Tax on profit on ordinary activities	5	**15,917**	185
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		**63,311**	411
Dividends	6	**60,000**	-
		3,311	411
Retained profit brought forward		**6,144**	5,733
RETAINED PROFIT CARRIED FORWARD		**£9,455**	£6,144

CONTINUING OPERATIONS
None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES
The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

L.G.P. LIMITED

BALANCE SHEET
31 March 2000

	Notes	31.3.00		31.3.99	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	7		**8,631**		1,143
CURRENT ASSETS:					
Stocks	8	**17,547**		-	
Debtors	9	**96,655**		6,737	
Cash at bank and in hand		**94,503**		7,105	
		208,705		13,842	
CREDITORS: Amounts falling due within one year	10	**207,878**		8,839	
NET CURRENT ASSETS:			**827**		5,003
TOTAL ASSETS LESS CURRENT LIABILITIES:			**£9,458**		£6,146
CAPITAL AND RESERVES:					
Called up share capital	11		**3**		2
Profit and loss account			**9,455**		6,144
SHAREHOLDERS' FUNDS:	13		**£9,458**		£6,146

ON BEHALF OF THE BOARD:

Mrs J E Hearne - DIRECTOR

Approved by the Board on 1 August 2000

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2000

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1
Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover
Turnover represents net invoiced sales of goods, 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.

Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

Stocks
Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 directors, 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. STAFF COSTS

	31.3.00	31.3.99
	£	£
Wages and salaries	**14,270**	81,462
Social security costs	**1,108**	8,125
Other pension costs	**8,400**	8,400
	23,778	97,987

The average monthly number of employees during the year was as follows:

	31.3.00	31.3.99
Management	**2**	3
Sales	**5**	1
	7	4

3. OPERATING PROFIT

The operating profit is stated after charging:

	31.3.00	31.3.99
	£	£
Depreciation - owned assets	3,257	571
Auditors' remuneration	1,121	338
Directors' emoluments	14,270	81,248

4. INTEREST PAYABLE AND SIMILAR CHARGES

	31.3.00	31.3.99
	£	£
Bank charges & interest	705	114
Hire purchase	987	-
	1,692	114

5. TAXATION

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

	31.3.00	31.3.99
	£	£
UK corporation tax	15,917	185

UK corporation tax has been charged at 20% (1999 - 21%).

6. DIVIDENDS

	31.3.00	31.3.99
	£	£
Equity shares:		
Interim - ordinary shares	60,000	-

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2000

7. TANGIBLE FIXED ASSETS

	Motor vehicles	Computer equipment	Totals
	£	£	£
COST:			
At 1 April 1999	-	2,285	2,285
Additions	10,745	-	10,745
At 31 March 2000	10,745	2,285	13,030
DEPRECIATION:			
At 1 April 1999	-	1,142	1,142
Charge for year	2,686	571	3,257
At 31 March 2000	2,686	1,713	4,399
NET BOOK VALUE:			
At 31 March 2000	8,059	572	8,631
At 31 March 1999	-	1,143	1,143

8. STOCKS

	31.3.00	31.3.99
	£	£
Stock	17,547	-

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.00	31.3.99
	£	£
Trade debtors	74,822	4,965
Other debtors	20,081	-
Prepayments	1,752	1,772
	96,655	6,737

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.00	31.3.99
	£	£
Trade creditors	112,027	-
Directors current accounts	59,296	-
Creditors	10,004	4,614
Value added tax	5,533	-
Other taxes & paye	2,400	4,040
Hire purchase	2,516	-
Taxation	16,102	185
	207,878	8,839

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2000

11. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.3.00 £	31.3.99 £
100	Ordinary Shares	£1	**100**	100

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.00 £	31.3.99 £
3 (31.3.99 - 2)	Ordinary Shares	£1	**3**	2
			3	2

12. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The pension cost charge represents contributions payable to the fund in respect of this period.

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.3.00 £	31.3.99 £
Profit for the financial year	**63,311**	411
Dividends	**(60,000)**	-
	3,311	411
Share capital issued	**1**	-
Net addition to shareholders' funds	**3,312**	411
Opening shareholders' funds	**6,146**	5,735
Closing shareholders' funds	**9,458**	6,146
Equity interests	**9,458**	6,146