

ADVANCED TRANSPORT SYSTEMS LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
30 SEPTEMBER 2003**

COMPANY NUMBER:3070821



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COMPANIES HOUSE

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22/05/04

ADVANCED TRANSPORT SYSTEMS LIMITED

INDEPENDENT AUDITORS' REPORT TO ADVANCED TRANSPORT SYSTEMS LIMITED
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of Advanced Transport Systems Limited for the year ended 30 September 2003 set out on pages 2 to 6, together with the financial statements of the company for the year ended 30 September 2003 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company for our audit work, for this report, or for the opinions we have formed.

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 (6) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF AUDIT 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 (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.

Bentley Jennison

Bentley Jennison

Chartered Accountants
Registered Auditors

8/12/03

Howard House
Queens Avenue
Clifton
Bristol
BS8 1QT

ADVANCED TRANSPORT SYSTEMS LIMITED

ABBREVIATED BALANCE SHEET

As at 30 September 2003

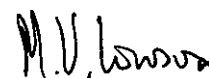
	Note	2003 £	2002 £
FIXED ASSETS			
Intangible fixed assets	2	378,727	190,877
Tangible fixed assets	3	25,292	30,320
Investments	4	1,002	1,002
		<u>405,021</u>	<u>222,199</u>
CURRENT ASSETS			
Debtors		133,573	302,912
Cash at bank		60,957	37,630
		<u>194,530</u>	<u>340,542</u>
CREDITORS: amounts falling due within one year		<u>(228,789)</u>	<u>(232,324)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(34,259)</u>	<u>108,218</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>370,762</u>	<u>330,417</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation		(17,154)	(3,896)
NET ASSETS		<u>353,608</u>	<u>326,521</u>
CAPITAL AND RESERVES			
Called up share capital	5	99,555	92,867
Share premium account		54,768	32,512
Profit and loss account		199,285	201,142
SHAREHOLDERS' FUNDS		<u>353,608</u>	<u>326,521</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 5th Dec 2003 and signed on its behalf.



Mr C V Cook
Director

Mr M V Lowson
Director



The notes on pages 3 to 6 form part of these financial statements.

ADVANCED TRANSPORT SYSTEMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 30 September 2003

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The company is exempt from the requirement to prepare group accounts by virtue of section 248 of the Companies Act 1985. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 Intangible fixed assets and amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

ULTra Trade Mark - Over 20 years straight line.

Patents - Over 20 years straight line.

Development costs are capitalised within intangible assets where they can be identified with a specific product or project anticipated to produce future benefits, and are amortised on the straight line basis over the anticipated life of the benefits arising from the completed product or project.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Long-term leasehold land and buildings	-	Over period of the lease
Equipment	-	15% reducing balance to 33.33% straight line
Fixtures and fittings	-	25% reducing balance to 50% straight line

1.6 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

1.7 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

ADVANCED TRANSPORT SYSTEMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For the year ended 30 September 2003

1.8 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.9 Long-term contracts

Profit on long-term contracts is taken as the work is carried out if the final outcome can be assessed with reasonable certainty. The profit included is calculated on a prudent basis to reflect the proportion of the work carried out at the year end, by recording turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs incurred to date bear to total expected costs for that contract. Revenues derived from variations on contracts are recognised only when they have been accepted by the customer. Full provision is made for losses on all contracts in the year in which they are first foreseen.

1.10 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. INTANGIBLE FIXED ASSETS

	£
Cost	
At 1 October 2002	190,983
Additions	187,956
At 30 September 2003	378,939
Amortisation	
At 1 October 2002	106
Charge for the year	106
At 30 September 2003	212
Net book value	
At 30 September 2003	378,727
At 30 September 2002	190,877

ADVANCED TRANSPORT SYSTEMS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS**
For the year ended 30 September 2003

3. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 October 2002	61,197
Additions	2,210
At 30 September 2003	63,407
Depreciation	
At 1 October 2002	30,877
Charge for the year	7,238
At 30 September 2003	38,115
Net book value	
At 30 September 2003	25,292
At 30 September 2002	30,320

4. FIXED ASSET INVESTMENTS

	£
Cost	
At 1 October 2002 and 30 September 2003	1,002

Subsidiary undertakings

The following were subsidiary undertakings of the company:

Advanced Transport Vehicles Limited	100% Owned
Urban Light Transport Limited	100% Owned
ULTra (Cardiff) Limited	100% Owned
Advanced Transport Systems Inc	100% Owned and incorporated in the United States of America

The aggregate of the share capital and reserves as at 30 September 2003 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit/(loss) £
Advanced Transport Vehicles Limited	(2,980)	(12,325)
Urban Light Transport Limited	2	-
ULTra (Cardiff) Limited	500	-
Advanced Transport Systems Inc	2,173	-

ADVANCED TRANSPORT SYSTEMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 September 2003

Urban Light Transport Limited has remained dormant during the period. The issued share capital of the company is 2 £1 ordinary shares.

ULTra (Cardiff) Limited has remained dormant during the period. The issued share capital of the company is 500 £1 ordinary shares.

5. SHARE CAPITAL

	2003	2002
	£	£
Authorised		
400,000 Ordinary shares of £1 each	400,000	400,000
Allotted, called up and fully paid		
99,555 Ordinary shares of £1 each	99,555	92,867

During the year the company allotted 210 £1 ordinary shares, the consideration received for these shares was £20,082.

The company also allotted 79 £1 ordinary shares, the consideration received for these shares was £2,463. These issues were eligible for prior period bonus issues of 1 for 1 and 40 for 1, resulting in a bonus issue of 6,399 £1 ordinary shares.