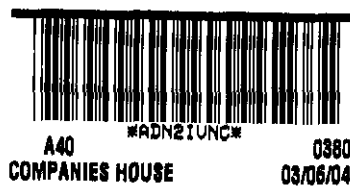


Registration number 3215313

MoTeC Europe Limited

Abbreviated accounts

for the period ended 30 June 2003



MoTeC Europe Limited

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**Independent auditors' report to MoTeC Europe Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of MoTeC Europe Limited for the period ended 30 June 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company's shareholders, 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's shareholders those matters we are required to state to them in an auditors' 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 and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

The director is responsible for preparing 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 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 in respect of the period ended 30 June 2003, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

**Oxford
17 November 2003**

**Critchleys
Chartered Accountants
Registered auditors**

MoTeC Europe Limited

**Abbreviated balance sheet
as at 30 June 2003**

		2003		2002	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		110,250		105,032
Current assets					
Stocks		268,697		230,042	
Debtors		188,687		304,004	
Cash at bank and in hand		31,299		42,663	
		<u>488,683</u>		<u>576,709</u>	
Creditors: amounts falling due within one year		<u>(328,265)</u>		<u>(361,436)</u>	
Net current assets			<u>160,418</u>		<u>215,273</u>
Total assets less current liabilities			270,668		320,305
Creditors: amounts falling due after more than one year			(13,371)		-
Provisions for liabilities and charges			<u>(9,000)</u>		<u>(6,000)</u>
Net assets			<u>248,297</u>		<u>314,305</u>
Capital and reserves					
Called up share capital	3		100		100
Profit and loss account			<u>248,197</u>		<u>314,205</u>
Shareholders' funds			<u>248,297</u>		<u>314,305</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 17 November 2003 and signed on its behalf by

J. R. Bendell
Director



The notes on pages 3 to 4 form an integral part of these financial statements.

MoTeC Europe Limited

Notes to the abbreviated financial statements for the period ended 30 June 2003

1. Accounting policies

1.1. Accounting convention

The accounts 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 the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	over the length of the lease
Plant and machinery	-	33 1/3% straight line
Fixtures, fittings and equipment	-	33 1/3% straight line
Motor vehicles	-	25% reducing balance

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

1.5. Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the period.

1.7. Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences, to the extent that it is probable that a liability or asset will crystallise in the foreseeable future, at the rates of tax expected to apply when the timing differences reverse.

1.8. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

MoTeC Europe Limited

**Notes to the abbreviated financial statements
for the period ended 30 June 2003**

2. Fixed assets	Tangible fixed assets £	
Cost		
At 1 October 2002	146,721	
Additions	30,172	
At 30 June 2003	<u>176,893</u>	
Depreciation		
At 1 October 2002	41,689	
Charge for period	24,954	
At 30 June 2003	<u>66,643</u>	
Net book values		
At 30 June 2003	<u>110,250</u>	
At 30 September 2002	<u>105,032</u>	
3. Share capital	2003 £	2002 £
Authorised		
100 Ordinary shares of 1 each	<u>100</u>	
Allotted, called up and fully paid		
100 Ordinary shares of 1 each	<u>100</u>	