

Registration number 3421313

WARP INTERACTIVE LIMITED

Director's report and financial statements
for the year ended 31 August 2002



WARP INTERACTIVE LIMITED

Company information

Director	Timothy Deighton
Secretary	Andrew Lawrence
Company number	3421313
Registered office	1-5 Beehive Place London SW9 7QR
Accountants	Farquharson & Co. 90 Norwood High Street West Norwood London SE27 9NW
Bankers	Barclays Bank PLC 27 Soho Square London W1A 4WA

WARP INTERACTIVE LIMITED

Contents

	Page
Director's report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4 - 5
Cash flow statement	6
Notes to the financial statements	7 - 9

WARP INTERACTIVE LIMITED

Director's report for the year ended 31 August 2002

The director presents his report and the financial statements for the year ended 31 August 2002.

Principal activity

The principal activity of the company is the construction of websites

Results and dividends

The results for the year are set out on page 3.

Director and his interest

The director who served during the year and his interest in the company are as stated below:

	Ordinary shares	
	31/08/02	01/09/01
Timothy Deighton	1	1

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

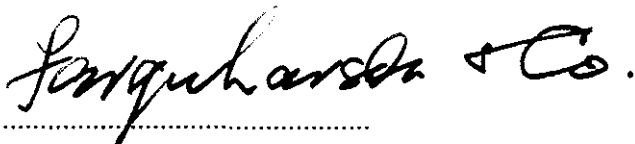
This report was approved by the Board on 25 March 2004 and signed on its behalf by


.....
Timothy Deighton
Director

WARP INTERACTIVE LIMITED

**Accountants' report on the unaudited financial statements to the director of
WARP INTERACTIVE LIMITED**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 August 2002 set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.



.....
Farquharson & Co.
Authorised Public Accountants
90 Norwood High Street
West Norwood
London
SE27 9NW

Date: 25 March 2004

WARP INTERACTIVE LIMITED

Profit and loss account for the year ended 31 August 2002

		2002	2001
	Notes	£	£
Turnover	2	32,603	42,121
Gross profit		30,320	37,966
Raw materials and consumables		(2,283)	(4,155)
Staff costs		(6,649)	(17,484)
Depreciation on fixed assets		(650)	(1,788)
Other operating charges		<u>(23,310)</u>	<u>(20,311)</u>
Loss on ordinary activities before taxation		(289)	(1,617)
Tax on loss on ordinary activities	5	<u>(400)</u>	<u>-</u>
Loss on ordinary activities after taxation		(689)	(1,617)
Loss for the year		(689)	(1,617)
Accumulated loss brought forward		<u>(3,796)</u>	<u>(2,179)</u>
Accumulated loss carried forward		<u>(4,485)</u>	<u>(3,796)</u>

The notes on pages 7 to 9 form an integral part of these financial statements.

WARP INTERACTIVE LIMITED

Balance sheet **as at 31 August 2002**

		2002		2001	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	6		1		651
Current assets					
Debtors	7	4,798		11,172	
Cash at bank and in hand		4,127		40	
		<u>8,925</u>		<u>11,212</u>	
Creditors: amounts falling due within one year	8	<u>(13,409)</u>		<u>(15,657)</u>	
Net current liabilities			<u>(4,484)</u>		<u>(4,445)</u>
Deficiency of assets			<u>(4,483)</u>		<u>(3,794)</u>
Capital and reserves					
Called up share capital	9		2		2
Profit and loss account			<u>(4,485)</u>		<u>(3,796)</u>
Shareholders' funds			<u>(4,483)</u>		<u>(3,794)</u>

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 7 to 9 form an integral part of these financial statements.

WARP INTERACTIVE LIMITED

Balance sheet (continued)

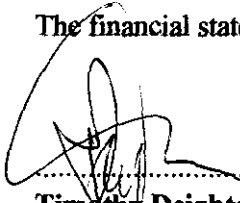
**Director's statements required by Section 249B(4)
for the year ended 31 August 2002**

In approving these financial statements as director of the company I hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 August 2002 and
- (c) that I acknowledge my responsibilities for:
 - (1) ensuring that the company keeps accounting records which comply with Section 221, and
 - (2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 25 March 2004 and signed on its behalf by


.....
Timothy Deighton
Director

The notes on pages 7 to 9 form an integral part of these financial statements.

WARP INTERACTIVE LIMITED

Cash flow statement for the year ended 31 August 2002

	2002		2001	
	£	£	£	£
Cash generated from operations				
Operating loss	(289)		(1,617)	
Reconciliation to cash generated from operations:				
Depreciation	650		1,788	
Decrease in trade debtors	7,670		(10,297)	
(Increase) in other debtors	(1,296)		(875)	
(Decrease) in other creditors	(1,152)		14,561	
		5,583		3,560
Net increase in cash in the year		5,583		3,560
Cash at bank and in hand less overdrafts at beginning of year		(1,056)		-
Cash at bank and in hand less overdrafts at end of year		4,527		3,560
Consisting of:				
Cash at bank and in hand		4,127		40
Overdrafts		-		(1,096)
		4,127		(1,056)

WARP INTERACTIVE LIMITED

Notes to the financial statements for the year ended 31 August 2002

1. Accounting policies

1.1. Accounting convention

The financial statements 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:

Fixtures, fittings
and equipment - 25% straight line

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating loss

	2002	2001
	£	£
Operating loss is stated after charging:		
Depreciation and other amounts written off tangible assets	650	1,788

4. Director's emoluments

	2002	2001
	£	£
Remuneration	5,503	12,000

WARP INTERACTIVE LIMITED

Notes to the financial statements for the year ended 31 August 2002

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5. Tax on loss on ordinary activities

Analysis of charge in period	2002 £	2001 £
Total current tax charge	-	-
Deferred tax		
Increase in discount	400	-
Total deferred tax	400	-
Tax on loss on ordinary activities	400	-

6. Tangible fixed assets

	Fixtures, fittings and equipment £	Total £
Cost		
At 1 September 2001	7,153	7,153
At 31 August 2002	7,153	7,153
Depreciation		
At 1 September 2001	6,502	6,502
Charge for the year	650	650
At 31 August 2002	7,152	7,152
Net book values		
At 31 August 2002	1	1
At 31 August 2001	651	651

7. Debtors

	2002 £	2001 £
Trade debtors	2,627	10,297
Other debtors	2,171	875
	4,798	11,172

WARP INTERACTIVE LIMITED

Notes to the financial statements for the year ended 31 August 2002

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8.	Creditors: amounts falling due within one year	2002 £	2001 £
	Bank overdraft	-	1,096
	Other taxes and social security costs	7,652	5,147
	Director's accounts	-	(4,036)
	Other creditors	4,975	13,450
	Accruals and deferred income	782	-
		<u>13,409</u>	<u>15,657</u>
9.	Share capital	2002 £	2001 £
	Alotted, called up and fully paid	<u> </u>	<u> </u>
10.	Transactions with director		
	Timothy Deighton	<u>1,296</u>	<u>-</u>