Grant Thornton

MOSCA DIRECT LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 2002



Company no 3911521

MOSCA DIRECT LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 2002

Company registration number:	3911521
Registered office:	Colliers Way Colliers Business Park Cotgrave Nottingham NG12 3HA
Directors:	P Foster T Mosca
Secretary:	P Foster
Solicitors:	freethcartwright Willoughby House 20 Low Pavement Nottingham NG1 7EA
Auditors:	Grant Thornton Registered auditors Chartered accountants 30 Hounds Gate Nottingham NG1 7DH
Website	www.moscadirect.com

MOSCA DIRECT LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 2002

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Grant Thornton

REPORT OF THE INDEPENDENT AUDITORS TO MOSCA DIRECT LIMITED UNDER

SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 which comprise the principle accounting policies, the abbreviated balance sheet and notes 1 to 4 together with the full financial statements of Mosca Direct Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 2002.

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

Respective responsibilities of directors and auditors

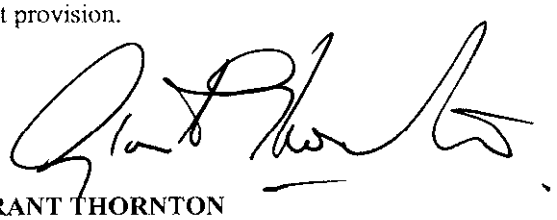
The directors are responsible for preparing the abbreviated accounts in accordance with the provisions of section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver to the Registrar of Companies abbreviated accounts prepared in accordance with section 246A(3) of the Act and whether the abbreviated accounts have been properly prepared in accordance with that provision.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with that provision.



GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS

NOTTINGHAM
15 April 2003

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention and on the going concern basis. This assumes the continuing support of the company's ultimate parent undertaking.

The principal accounting policies of the company are unchanged from the previous period and are set out below.

TURNOVER

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful lives. The rates generally applicable are:

Plant, fittings and equipment	20-30% straight line

STOCKS

Stocks are stated at the lower of cost and net realisable value.

DEFERRED TAXATION

Deferred tax is recognised on all timing differences where the transactions or events that give the company an obligation to pay more tax in the future, or a right to pay less tax in the future, have occurred by the balance sheet date. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantively enacted by the balance date.

FOREIGN CURRENCIES

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

CONTRIBUTIONS TO PENSION FUNDS

Defined contribution scheme

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

LEASED ASSETS

All leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

MOSCA DIRECT LIMITED

ABBREVIATED BALANCE SHEET AT 31 DECEMBER 2002

	Note	2002 £	2002 £	2001 £	2001 £
Fixed assets					
Tangible assets	1		**33,068**		26,928
Current assets					
Stocks		**377,271**		506,071	
Debtors		**717,472**		379,602	
Cash at bank and in hand		**174,827**		331,416	
		1,269,570		1,217,089	
Creditors: amounts falling due within one year		**(1,421,902)**		(1,368,296)	
Net current liabilities			**(152,332)**		(151,207)
Total assets less current liabilities			**(119,264)**		(124,279)
Creditors: amounts falling due after more than one year			-		(370,000)
Provisions for liabilities and charges			-		(25,000)
			(119,264)		(519,279)
Capital and reserves					
Called up share capital	2		**400,000**		30,000
Profit and loss account			**(519,264)**		(549,279)
			(119,264)		(519,279)

These abbreviated accounts have been 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 of Directors on 15/4/03

P Foster **Director**

T Mosca **Director**

The accompanying accounting policies and notes form an integral part of these abbreviated accounts.

1 FIXED ASSETS

	Tangible fixed assets £
Cost or valuation	
At 1 January 2002	35,241
Additions	16,811
At 31 December 2000	52,052
Disposals	-
At 31 December 2002	52,052
Depreciation and amortisation	
At 1 January 2002	8,313
Charge for the year	10,671
At 31 December 2000	18,984
Eliminated on disposals	-
At 31 December 2002	18,984
Net book amount at 31 December 2002	**33,068**
Net book amount at 31 December 2001	26,928

2 SHARE CAPITAL

	2002 £	2001 £
Authorised		
Ordinary £1 shares	**400,000**	50,000
Allotted, called up and fully paid		
Ordinary £1 shares	**400,000**	30,000

Allotments during the year

The company made an allotment of 370,000 ordinary £1 shares at £1 per share during December 2002. These shares rank pari passi with the existing ordinary £1 shares.

3 ULTIMATE PARENT UNDERTAKING AND RELATED PARTY TRANSACTIONS

The directors consider that the ultimate parent undertaking of this company is its parent company, Machinenfabrik Gerd Mosca AG incorporated in Germany.

There were no related party transactions during the year other than transactions with group companies.

As a wholly owned subsidiary of Machinenfabrik Gerd Mosca AG, the company is exempt from the requirements of the FRSSE to disclose transactions with other members of the group headed by Machinenfabrik Gerd Mosca AG.

4 GOING CONCERN

The financial statements have been prepared on the going concern basis.

The company had net liabilities at 31 December 2002 and is dependent on the continuing support of the parent company. In the opinion of the directors, the necessary support will continue. Accordingly the directors believe that it is appropriate for the financial statements to e prepared on the going concern basis.