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LITTLESTRONG LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2003

Registered Number 4217021



DIRECTOR'S REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2003

The director presents his report and the company's financial statements for the year ended 30 September 2003.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires 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 these financial statements, the directors are required to:-

- (a) Select suitable accounting policies and then apply them consistently,
- (b) Make judgements and estimates that are reasonable and prudent,
- (c) 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.

PRINCIPAL ACTIVITY

The company's principal activity continues to be that of motor vehicle body repairers.

DIRECTORS

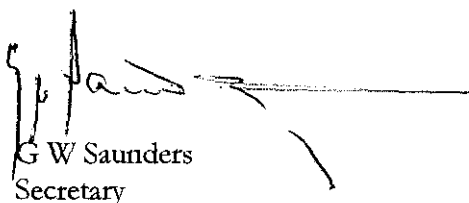
The director at 30 September 2003 and his interest in the company's £1 ordinary shares was as follows:-

	30-9-03	30-9-02
	-----	-----
M Wilmer	1	1

SMALL COMPANY RULES

This report has been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small companies.

It was approved by the board on 29 June 2004 and signed on its order.


G W Saunders
Secretary

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2003

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
LITTLESTRONG LTD

We have audited the financial statements of Littlestrong Ltd for the year ended 30 September 2003 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS.

As described in the statement of Directors' Responsibilities the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards. We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed. We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2003

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
LITTLESTRONG LTD (cont).

Going concern

As described in note 1 on going concern, the director has indicated that he believes that the company is on track to achieving profitability providing that the company continues to receive bank support.

In view of this uncertainty we consider that it should be drawn to your attention but our opinion is not qualified in this respect.

OPINION.

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 2003 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

A handwritten signature in black ink, appearing to read 'Michael Tuckey', with a long horizontal flourish extending to the right.

Michael Tuckey
Chartered Accountant &
Registered Auditor
Sutton
Surrey
Date: 29 June 2004

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2003

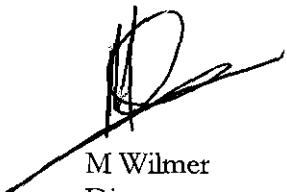
	Notes	2003 £	2002 £
		-----	-----
TURNOVER	1	1014806	795414
Cost of sales		709868	572657
		-----	-----
GROSS PROFIT		304938	222757
Administrative expenses		302827	245396
		-----	-----
OPERATING PROFIT/(LOSS)	2	2111	(22639)
Interest paid		5198	3672
		-----	-----
(LOSS) ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION		(3087)	(26311)
RETAINED (LOSS) BROUGHT FORWARD		(26311)	-
		-----	-----
RETAINED (LOSS) CARRIED FORWARD		(29398)	(26311)
		=====	=====

The attached notes 1 to 9 form part of these financial statements.

BALANCE SHEET AS AT 30 SEPTEMBER 2003

	Notes	2003 £	2002 £
TANGIBLE FIXED ASSETS	4	35683	2963
CURRENT ASSETS			
Stock and work-in-progress		44418	38834
Debtors	5	92799	75535
Cash in hand		381	-
		<u>137598</u>	<u>114369</u>
CREDITORS-amounts falling due within one year	6	188616	137216
NET CURRENT ASSETS (LIABILITIES)		<u>(51018)</u>	<u>(22847)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(15335)</u>	<u>(19884)</u>
CREDITORS-amounts falling due after more than one year	7	14062	6426
NET (LIABILITIES)		<u>(29397)</u>	<u>(26310)</u>
CAPITAL AND RESERVES			
Called up share capital	8	1	1
Profit and loss account-adverse balance		<u>(29398)</u>	<u>(26311)</u>
(DEFICIENCY OF) SHAREHOLDERS' FUNDS		<u>(29397)</u>	<u>(26310)</u>

The financial statements which have been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 applicable to small companies were approved by the board on 29 June 2004 and signed on its behalf.



M Wilmer
Director

The attached notes 1 to 9 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 30 September 2003

1. ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

(b) Going concern

In keeping with many start-up companies, the company has made trading losses in the first two years of trading. The director considers, with the forecasts that have been made, that the company is on track to achieving profitability. With continuing bank support and controls that are in place he believes that the company will be profit making shortly.

Therefore, he believes it is appropriate to prepare the financial statements on the going concern basis.

(c) Turnover

Turnover comprises the invoiced value of services supplied by the company, net of Value Added Tax.

(d) 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:

Plant & equipment At rates between 10%-25% on cost, from date of purchase

(e) Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

(f) Deferred tax

No provision has been made for deferred tax as any potential liability would be expected to be relieved by losses brought forward.

2. OPERATING PROFIT /(LOSS)

	2003	2002
	£	£
Shown after accounting for:		
Director's emoluments	43417	42833
Depreciation of Tangible fixed assets-owned	1272	987
-subject to loans	2034	-
Hire of equipment	34283	17623
	=====	=====

3. TAXATION

There is no tax to pay on the result and there are losses of approximately £41400 to carry forward to offset against future profits.

NOTES TO THE FINANCIAL STATEMENTS-continued
For the year ended 30 September 2003

4. TANGIBLE FIXED ASSETS

	Plant & Equipment £	TOTAL £
	-----	-----
COST		
As at 1 October 2002	3950	3950
Additions	36026	36026
Disposals	-	-
	-----	-----
As at 30 September 2003	39976	39976
	-----	-----
DEPRECIATION		
As at 1 October 2002	987	987
Charge for the year	3306	3306
On disposals	-	-
	-----	-----
As at 30 September 2003	4293	4293
	-----	-----
NET BOOK VALUE		
As at 30 September 2003	35683	35683
	=====	=====
As at 30 September 2002	2963	2963
	=====	=====

Included above is an asset acquired under an extended credit agreement amounting to £32845 (2002: £NIL).

5. DEBTORS-all amounts due within one year

	2003 £	2002 £
	-----	-----
Trade debtors	90964	71861
Other debtors	1835	3674
	-----	-----
	92799	75535
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS-continued
For the year ended 30 September 2003

6. CREDITORS-amounts falling due within one year

	2003	2002
	£	£
Bank loan and overdraft	74976	47480
Trade creditors	50560	62269
Social security and other taxes	30912	21767
Other creditors	10807	5700
Loan secured on fixed assets	21361	-
	188616	137216
	=====	=====

The bank loan and overdraft are secured by a charge over the assets of the director.

7. CREDITORS-amounts falling due after one year

	2003	2002
	£	£
Bank loan	3382	6426
Loan secured on fixed assets	10680	-
	14062	6462
	=====	=====

8. SHARE CAPITAL

	2003	2002
	£	£
Authorised-100 ordinary shares of £1 each	100	100
	=====	=====
Allotted, called-up and fully paid:-		
1 ordinary share of £1 each	1	1
	=====	=====

9. OTHER COMMITMENTS

At 30 September 2003, the company had annual commitments under non-cancellable operating leases as follows:-

	2003	2002
	£	£
Expiry date:		
Under one year	7450	2690
One to two years	-	13292
More than five years	58500	58000
	=====	=====