

Registration Number 04221663

Quantum Sports Cars Limited
Directors' Report and Financial Statements
for the period ended 31 July 2002



Quantum Sports Cars Limited

Company Information

Directors	E J Sampson R Sampson
Secretary	R Sampson
Company Number	04221663
Registered Office	Xtreme Works Loddiswell Kingsbridge Devon TQ7 4DU
Accountant	SPENCE ROBERT PETHICK The Old Customs House Torwood Gardens Road Torquay Devon TQ1 1EG

Quantum Sports Cars Limited

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Quantum Sports Cars Limited

**Directors' Report
for the period ended 31 July 2002**

The directors present their report and the financial statements for the period ended 31 July 2002.

Principal Activity

The principal activity of the company is the manufacturing and distribution of kit cars.

Directors and their Interests

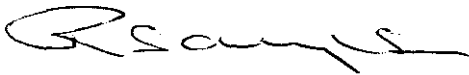
The directors who served during the period and their interests in the company are as stated below:

	Ordinary shares	
	2002	2001
	or date of	
	appointment	
E J Sampson	1	-
R Sampson	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 20 September 2002 and signed on its behalf by

R Sampson
Secretary



Quantum Sports Cars Limited

**Accountants' Report on the Unaudited Financial Statements to the Directors of
Quantum Sports Cars Limited**

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the period ended 31 July 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.

SPENCE ROBERT PETTICK

**The Old Customs House
Torwood Gardens Road
Torquay
Devon
TQ1 1EG**

Date:

Quantum Sports Cars Limited

**Profit and Loss Account
for the period ended 31 July 2002**

		2002
	Notes	£
Turnover	2	175,573
Cost of sales		(86,682)
Gross profit		<u>88,891</u>
Distribution costs		(30,140)
Administrative expenses		(60,160)
Operating loss	3	<u>(1,409)</u>
Interest payable and similar charges	4	(7,200)
(Loss) for the period		<u><u>(8,609)</u></u>

The notes on pages 6 to 9 form an integral part of these financial statements.

Quantum Sports Cars Limited

**Balance Sheet
as at 31 July 2002**

	Notes	2002	
		£	£
Fixed Assets			
Intangible assets	5		2
Tangible assets	6		65,703
			<u>65,705</u>
Current Assets			
Stocks		109,656	
Debtors	7	20,669	
Cash at bank and in hand		119	
		<u>130,444</u>	
Creditors: amounts falling due within one year	8	<u>(103,074)</u>	
Net Current Assets			<u>27,370</u>
Total Assets Less Current Liabilities			<u>93,075</u>
Creditors: amounts falling due after more than one year	9		(101,682)
Deficiency of Assets			<u>(8,607)</u>
Capital and Reserves			
Called up share capital	10		2
Profit and loss account			(8,609)
Shareholders' Funds			<u>(8,607)</u>

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

The notes on pages 6 to 9 form an integral part of these financial statements.

Quantum Sports Cars Limited

Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the period ended 31 July 2002**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the period 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 period ended 31 July 2002 and

(c) that we acknowledge our responsibilities for:

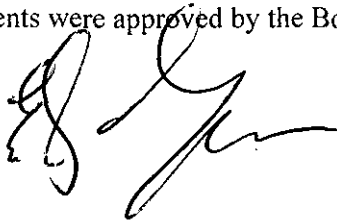
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(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 period and of its profit or loss for the period 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 March 2000).

The financial statements were approved by the Board on 20 September 2002 and signed on its behalf by

E J Sampson
Director



The notes on pages 6 to 9 form an integral part of these financial statements.

Quantum Sports Cars Limited

Notes to the Financial Statements for the period ended 31 July 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 March 2000).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Goodwill

Acquired goodwill is valued at cost.

1.4. Intellectual property rights

Intellectual property rights are valued at cost.

1.5. 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:

Plant and machinery	-	10% Straight line
Fixtures, fittings and equipment	-	10% Straight line
Motor vehicles	-	25% Reducing balance
Display vehicles	-	Not depreciated

1.6. 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.

1.7. Stock

Stock is valued at the lower of cost and net realisable value.

2. Turnover

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

3. Operating loss

2002

£

Operating loss is stated after charging:

Depreciation and other amounts written off tangible assets

8,648

Quantum Sports Cars Limited

Notes to the Financial Statements for the period ended 31 July 2002

..... continued

4.	Interest payable and similar charges				2002 £	
	On loans and overdrafts				6,971	
	Hire purchase interest				229	
					<u>7,200</u>	
5.	Intangible fixed assets		Intellectual Property Rights	Goodwill	Total	
			£	£	£	
	Cost					
	Additions		1	1	2	
	At 31 July 2002		<u>1</u>	<u>1</u>	<u>2</u>	
	Net book value					
	At 31 July 2002		<u>1</u>	<u>1</u>	<u>2</u>	
6.	Tangible fixed assets					
		Plant and machinery	Fixtures, fittings equipment	Motor vehicles	Display vehicles	Total
		£	£	£	£	£
	Cost					
	Additions	52,073	9,226	7,037	6,015	74,351
	At 31 July 2002	<u>52,073</u>	<u>9,226</u>	<u>7,037</u>	<u>6,015</u>	<u>74,351</u>
	Depreciation					
	At 22 May 2001	-	-	-	-	-
	Charge for the period	5,207	1,845	1,596	-	8,648
	At 31 July 2002	<u>5,207</u>	<u>1,845</u>	<u>1,596</u>	<u>-</u>	<u>8,648</u>
	Net book value					
	At 31 July 2002	46,866	7,381	5,441	6,015	65,703

Quantum Sports Cars Limited

**Notes to the Financial Statements
for the period ended 31 July 2002**

..... continued

Included above are assets held under finance leases or hire purchase contracts as follows:

Asset description	2002	
	Net book value £	Depreciation charge £
Plant and machinery	2,250	450
Equipment	2,789	558
Motor vehicles	6,250	1,432
	<u>11,289</u>	<u>2,440</u>

7. Debtors

	2002 £
Trade debtors	14,932
Other debtors	229
Prepayments and accrued income	5,508
	<u>20,669</u>

**8. Creditors: amounts falling due
within one year**

	2002 £
Bank overdraft	58,491
Net obligations under finance leases and hire purchase contracts	5,407
Trade creditors	27,818
Other taxes and social security costs	3,994
Directors' accounts	5,901
Accruals and deferred income	1,463
	<u>103,074</u>

Quantum Sports Cars Limited

Notes to the Financial Statements
for the period ended 31 July 2002

..... continued

9. Creditors: amounts falling due after more than one year	2002 £
Bank loan	98,841
Net obligations under finance leases and hire purchase contracts	2,841
	<u>101,682</u>
 10. Share capital	 2002 £
Authorised	
100 Ordinary shares of £1 each	<u>100</u>
 Allotted, called up and fully paid	
2 Ordinary shares of £1 each	<u>2</u>