INVESTORS IN PROFIT LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2002

Registered Number: SC 167097

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INVESTORS IN PROFIT LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2002

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1

INVESTORS IN PROFIT LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2002

DIRECTOR	Andrew Wilson
SECRETARY	Julie Greig
REGISTERED OFFICE	1 Millar Grove Hamilton ML3 9BF
BANKERS	Clydesdale Bank plc 30 St Vincent Place Glasgow

INVESTORS IN PROFIT LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 AUGUST 2002

The directors present their report and the financial statements for the year ended 31 August 2002.

Principal activity

The principal activity of the company is management consultancy.

Directors

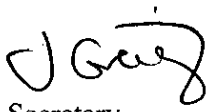
The director of the company during the period and their interests in the shares of the company as recorded in the register of directors' interests were as follows:

	31 August 2002 Ordinary Shares	31 August 2001 Ordinary Shares
Andrew Wilson	Nil	Nil

Small company exemptions

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

On behalf of the Board



Secretary

1 Millar Grove
Hamilton
ML3 7BF

24 June 2003

INVESTORS IN PROFIT LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2002

	Note	2002	2001 £
Turnover	2	8,850	11,552
Cost of sales		(2,870)	(3,650)
Gross profit		5,980	7,902
Other Income		-	-
		5,980	7,902
Net operating expenses			
Administrative expenses		3,602	6,319
Operating profit/(loss)	3	2,378	1,583
Interest payable	5	16	21
Profit on ordinary activities before taxation		2,362	1,562
Taxation	6	138	406
Profit on ordinary activities after taxation	13	2,224	1,156
Dividends proposed		9,688	-
(Loss)/ Profit for the financial year		(7,464)	1,156

Movements in reserves are shown in the notes to the financial statements.

None of the company's activities were acquired or discontinued during 2002.

There are no recognised gains and losses in the above two financial periods other than the profits for the periods.

INVESTORS IN PROFIT LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2002

	Note	2002 £	2002 £	2001 £	2001 £
Fixed assets					
Tangible assets	7		-		3,300
			-		3,300
Current assets					
Debtors	8	1,852		4,266	
Cash at bank and in hand		239		2,162	
		2,091		6,428	
Creditors: amounts falling due within one year	9	(438)		(611)	
Net current liabilities			1,653		5,817
Total assets less current liabilities			1,653		9,117
Capital and reserves					
Called up share capital			100		100
Profit and loss account			1,553		9,017
Total shareholders' funds	10		1,653		9,117
Attributable to:					
Equity shareholders			1,653		9,117

The directors consider that for the period ended 31 August 2000 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and 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 financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the 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.

The financial statements on pages 5 to 11 were approved by the board of directors on 24 June 2003 and signed on its behalf by:



Andrew Wilson
Director

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost on valuation less any residual value over their estimated useful lives as follows:

Motor Vehicles	25%	Straight Line

Leases and hire purchase contracts

Rentals paid under operating leases are charged to income as incurred.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2. Turnover

In the opinion of the directors, non of the turnover of the company is attributable to geographical markets outside the UK.

3. Operating profit

	2002 £	2001 £
Operating profit is stated after charging		
Depreciation of tangible fixed assets (note 7)		
Owned assets	1,300	3,000

4. Directors

Directors' emoluments	-	-

5. Interest payable

Interest payable	16	21

6. Taxation

Corporation Tax @ 10%	138	406

7. Tangible fixed assets	Motor Vehicles
Cost	
At 31 August 2001	15,300
Disposals	15,300
Additions	-
At 31 August 2002	-
Depreciation	
At 31 August 2001	12,000
Disposals	(13,300)
Charge for Year	1,300
At 31 August 2002	-
Net book amount	
31 August 2002	-
31 August 2001	3,300

8. Debtors Amounts falling due within one year	2002 £	2001 £
Trade debtors	-	2,414
Other debtors	1,852	1,852
	1,852	4,266

9. Creditors: amounts falling due within one year	2002 £	2001 £
Trade creditors	-	205
Other taxation and social security	138	406
Other creditors & accruals	300	-
	438	611

		2002 £	2001 £
10.	**Reconciliation of movements in shareholders' funds**		
	Opening Shareholders' funds	9,117	7,961
	Loss for the financial year representing a net reduction to shareholders' funds	(7,464)	1,156
	Closing shareholders' funds	1,653	9,117

		2002 & 2001 Number of Shares	£
11.	**Called up share capital**		
	Authorised		
	Equity shares		
	Ordinary shares	1,000,000	1,000,000
	Allotted called up and fully paid		
	Equity shares		
	Ordinary shares	100	100

		2002 £	2001 £
12.	**Profit and loss account**		
	31 August 2001	9,117	7,961
	Retained (loss)/profit for the period	(7,464)	1,156
	31 August 2002	1,553	9,117

INVESTORS IN PROFIT LIMITED **Appendix 1**

TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2002

		2002		2001
	£	£	£	£
Turnover				
Sales		8,850		11,552
Cost of Sales		2,870		3,650
Gross profit		5,980		7,902
Other Income		-		-
		5,980		7,902
Less overheads				
Printing, postage and stationery	-		-	
Motor & Travel	2,002		3,019	
Telephone charges	-		-	
Bank interest & charges	16		21	
Accountants' fees	300		300	
Depreciation	1,300		3,000	
		3,618		6,340
Net profit for the period before tax		2,362		1,562