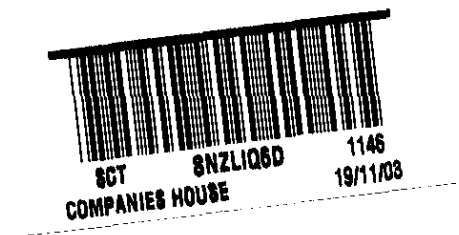


Edinburgh Telemedicine Solutions Limited

Abbreviated Financial Statements

31st January 2003



CONDIE & CO
Chartered Accountants
61 Manor Place
Edinburgh
EH3 7EG

Edinburgh Telemedicine Solutions Limited

Abbreviated Financial Statements

Year Ended 31st January 2003

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Edinburgh Telemedicine Solutions Limited

Abbreviated Balance Sheet

31st January 2003

	Note	2003 £	2002 £
Fixed Assets	2		
Tangible assets		<u>6,767</u>	<u>2,744</u>
Current Assets			
Debtors		6,421	14,371
Cash at bank and in hand		<u>344</u>	<u>6,371</u>
		6,765	20,742
Creditors: Amounts Falling due Within One Year		<u>4,140</u>	<u>16,301</u>
Net Current Assets		2,625	4,441
Total Assets Less Current Liabilities		<u>9,392</u>	<u>7,185</u>
Provisions for Liabilities and Charges		<u>747</u>	<u>-</u>
		<u>8,645</u>	<u>7,185</u>
Capital and Reserves			
Called-up equity share capital	3	1,500	1,500
Profit and loss account		<u>7,145</u>	<u>5,685</u>
Shareholders' Funds		<u>8,645</u>	<u>7,185</u>

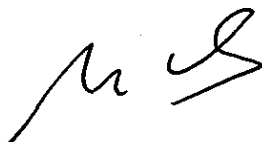
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 abbreviated financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated financial statements were approved by the directors on 3rd November 2003 and are signed on their behalf by:



Mr A Lamb
Director

The notes on pages 2 to 3 form part of these abbreviated financial statements.

Edinburgh Telemedicine Solutions Limited

Notes to the Abbreviated Financial Statements

Year Ended 31st January 2003

1. Accounting Policies

Basis of Accounting

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).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Computer Equipment	- 33% straight line
Fixtures & Equipment	- 15% straight line

Deferred Taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. The deferred tax balance has not been discounted.

2. Fixed Assets

	Tangible Assets £
Cost	
At 1st February 2002	10,835
Additions	6,556
At 31st January 2003	<u>17,391</u>
Depreciation	
At 1st February 2002	8,091
Charge for year	2,533
At 31st January 2003	<u>10,624</u>
Net Book Value	
At 31st January 2003	<u>6,767</u>
At 31st January 2002	<u>2,744</u>

Edinburgh Telemedicine Solutions Limited

Notes to the Abbreviated Financial Statements

Year Ended 31st January 2003

3. Share Capital

Authorised share capital:

	2003	2002
	£	£
1,500 Ordinary shares of £1 each	<u>1,500</u>	<u>1,500</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>

Edinburgh Telemedicine Solutions Limited

Accountants' Report to the Directors

Year Ended 31st January 2003



As described on the balance sheet, the directors of the company are responsible for the preparation of the abbreviated financial statements for the year ended 31st January 2003, set out on pages 1 to 3.

You consider that the company is exempt from an audit under the Companies Act 1985.

In accordance with your instructions we have compiled these unaudited abbreviated financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

61 Manor Place
Edinburgh
EH3 7EG

CONDIE & CO
Chartered Accountants

4th November 2003