

**REPORT OF THE DIRECTORS OF
FIRETRACE SYSTEMS LIMITED**

Company Number 460496 ✓

DIRECTORS

C W Quick
D C Quick
S G Quick

The Directors present their report for the year ended 30 June 2000.

The company is a 75% subsidiary of The Quick Fit Safety Belt Service Limited. This company is incorporated in England and is regarded as the ultimate holding company.

The company did not trade during the year but owns the rights to the 'Firetrace' name. It recommenced trading after the year end.

The payment of a dividend is not recommended.

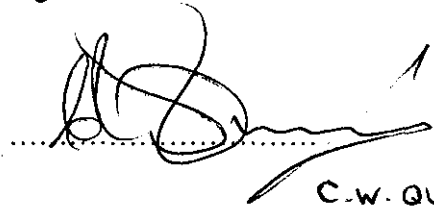
DIRECTORS INTERESTS in shares of the company.

Name of Director	Throughout the financial year	
	Deferred	Ordinary
C W Quick	1,250	1,250
D C Quick	-	-
S G Quick	-	-

AUDITORS

Jayson Newman have expressed their willingness to continue in office as auditors and a resolution proposing their re-appointment will be submitted at the Annual General Meeting. At present no audit is required.

Signed on behalf of the Board


C.W. QUICK
6/3/01

FIRETRACE SYSTEMS LIMITED

BALANCE SHEET AS AT 30 JUNE 2000

	Note	£	£	£	1999 £
FIXED ASSETS					
Trade marks			500		500
CURRENT ASSETS					
Quick Fit Safety Belt Service Limited		117,846		117,846	
Other debtors		49,957		49,957	
Cash at bank and in hand		<u>1</u>		<u>1</u>	
		167,804		167,804	
TOTAL ASSETS LESS CURRENT LIABILITIES					
			£168,304		£168,304
CAPITAL AND RESERVES					
Called up share capital	2		6,000		6,000
Profit and loss account			<u>162,304</u>		<u>162,304</u>
			£168,304		£168,304
EQUITY SHAREHOLDERS' FUNDS					
			<u>£163,679</u>		<u>£163,929</u>
NON-EQUITY SHAREHOLDERS' FUNDS					
			<u>£4,625</u>		<u>£4,375</u>

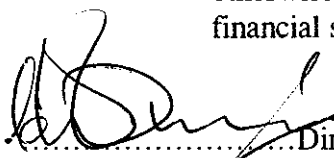
Jayson Newman

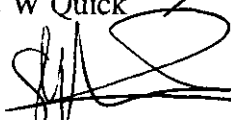
FIRETRACE SYSTEMS LIMITED

**BALANCE SHEET - CONTINUED
AS AT 30 JUNE 2000**

The directors:

1. Confirm that for the year ended 30 June 2000 the company is entitled to the exemption conferred by Section 249A(1).
2. Confirm that no notice has been deposited under Section 249B(2) in relation to these financial statements.
3. Acknowledge their responsibilities for
 - i) Ensuring that the company keeps accounting records which comply with Section 221.
 - 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/loss for the year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements so far as applicable to the company.


.....Director
C W Quick


.....Director
S G Quick

Approved by the Board on 6/7/01

Jayson Newman

FIRETRACE SYSTEMS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2000**

	£	1999 £
PROFIT ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION	-	-
Retained profit at beginning of year	<u>162,304</u>	<u>162,304</u>
RETAINED PROFIT AT END OF YEAR	<u>£162,304</u>	<u>£162,304</u>

There were no recognised gains and losses other than those passing through the above profit and loss account.

Trading ceased on 30 June 1996.

Jayson Newman

FIRETRACE SYSTEMS LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS YEAR ENDED 30 JUNE 2000

1. PRINCIPAL ACCOUNTING POLICIES

i) Accounting convention

These financial statements are prepared in accordance with the Companies Act 1985 using the historical cost convention.

ii) Depreciation

Depreciation is provided on fixed assets other than trademarks by the reducing balance method using a rate of 25% per annum. No depreciation is charged on assets sold or scrapped during the year.

No amortisation is provided on trademarks because of immateriality.

iii) Cash flow statement

The directors have taken advantage of the exemption available to small companies under FRS1 and have not prepared a cash flow statement.

iv) Deferred tax

Provision is made for all material timing differences at a rate of 21%. The directors consider that no provision is required at the balance sheet date.

2. CALLED UP SHARE CAPITAL

		1999
Authorised, issued and fully paid:		£
5,000 New ordinary shares of 20p each	1,000	1,000
5,000 Deferred shares of £1 each	5,000	5,000
	<u>£6,000</u>	<u>£6,000</u>

Deferred shares have the following rights:

- (i) In any financial year, a non-cumulative dividend of 5% per annum provided distributable profits exceed £5m.
- (ii) On a winding-up, to the return of 5% per annum on the capital paid up.

They carry no rights to attend meetings or to vote.

FIRETRACE SYSTEMS LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS - CONTINUED YEAR ENDED 30 JUNE 2000

3. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	£	1999 £
Profit for the year after tax	-	-
Opening shareholders funds	168,304	168,304
Closing shareholders funds	<u>£168,304</u>	<u>£168,304</u>

4. DIRECTORS REMUNERATION

No remuneration was paid during the year.

5. WAGES AND SALARIES

There were no non-director employees.

6. RELATED PARTY TRANSACTIONS

The directors own:

- a. The Quick Fit Safety Belt Service Limited which owed £117,846 (1999: £117,846) at 30 June 2000.
- b. Quickfit Safety Belt Service (Camberley) Limited which owed £49,957 (1999: £49,957) at 30 June 2000.

No interest is charged on these loans.

The company is controlled by Mr C W Quick, as last year.

Jayson Newman