

ASSET INTERTECH LIMITED

**DIRECTORS' REPORT AND FINANCIAL
STATEMENTS**

FOR THE PERIOD ENDED 31 DECEMBER 2003



ASSET INTERTECH LIMITED

COMPANY INFORMATION

Directors	Mr R G Bennetts Mr G Woppman
Secretary	Numerica Secretaries Limited
Company number	03373313
Registered office	Charter Court Third Avenue Southampton Hampshire SO15 0AP
Auditors	HLB AV Audit Plc Charter Court Third Avenue Southampton Hampshire SO15 0AP

ASSET INTERTECH LIMITED

CONTENTS

	Page
Directors' report	1
Independent auditors' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 7

ASSET INTERTECH LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 31 DECEMBER 2003

The directors present their report and financial statements for the period ended 31 December 2003.

Principal activities

The principal activity of the company during the year was the marketing of computer software.

Directors and their interests

The following directors have held office since 1 June 2003:

Mr R G Bennetts

Mr G Woppman

Auditors

HLB AV Audit Plc were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

Directors' responsibilities

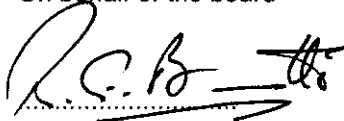
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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.

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

On behalf of the board



Mr R G Bennetts

Director

22/07/04

ASSET INTERTECH LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ASSET INTERTECH LIMITED

We have audited the financial statements of Asset Intertech Limited on pages 3 to 7 for the period ended 31 December 2003. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention 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 the directors and auditors

As described in the statement of directors' responsibilities on page 1 the company's directors are responsible for the preparation of the 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2003 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

HLB AV Audit Plc

HLB AV Audit Plc
Registered Auditor

4 August 04
Charter Court
Third Avenue
Southampton
Hampshire
SO15 0AP

ASSET INTERTECH LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 DECEMBER 2003

		Period ended 31 December 2003 £	31 May 2003 £
	Notes		
Turnover		5,865	10,509
Administrative expenses		(39,230)	(90,313)
Operating loss	2	(33,365)	(79,804)
Other interest receivable and similar income	3	21	-
Loss on ordinary activities before taxation		(33,344)	(79,804)
Tax on loss on ordinary activities		-	-
Loss on ordinary activities after taxation	9	(33,344)	(79,804)

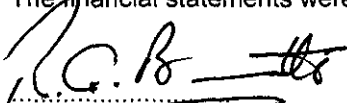
ASSET INTERTECH LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2003

	Notes	2003 £	£	2003 £	£
Fixed assets					
Tangible assets	4		1,205		1,828
Current assets					
Debtors	5	4,000		4,000	
Cash at bank and in hand		10,454		6,854	
		<u>14,454</u>		<u>10,854</u>	
Creditors: amounts falling due within one year	6	<u>(5,746)</u>		<u>(7,602)</u>	
Net current assets			8,708		3,252
Total assets less current liabilities			9,913		5,080
Creditors: amounts falling due after more than one year	7		<u>(450,343)</u>		<u>(412,166)</u>
			<u>(440,430)</u>		<u>(407,086)</u>
Capital and reserves					
Called up share capital	8		3		3
Profit and loss account	9		<u>(440,433)</u>		<u>(407,089)</u>
Shareholders' funds			<u>(440,430)</u>		<u>(407,086)</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 22/07/04



Mr R G Bennetts
Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2003

ASSET INTERTECH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2003

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 June 2003 & at 31 December 2003	4,269
Depreciation	
At 1 June 2003	2,441
Charge for the period	623
At 31 December 2003	3,064
Net book value	
At 31 December 2003	1,205
At 31 May 2003	1,828

5 Debtors	2003 £	2003 £
Other debtors	4,000	4,000

6 Creditors: amounts falling due within one year	2003 £	2003 £
Taxation and social security	2,860	2,556
Other creditors	2,886	5,046
	5,746	7,602

7 Creditors: amounts falling due after more than one year	2003 £	2003 £
Loan due to parent company	450,343	412,166
Analysis of loans		
Wholly repayable within five years	450,343	412,166

ASSET INTERTECH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2003

8	Share capital	2003	2003
		£	£
	Authorised		
	100 Ordinary shares of £1 each	100	100
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	3 Ordinary shares of £1 each	3	3
		<u> </u>	<u> </u>
9	Statement of movements on profit and loss account	Profit and loss account	
		£	
	Balance at 1 June 2003	(407,089)	
	Retained loss for the period	(33,344)	
		<u> </u>	
	Balance at 31 December 2003	(440,433)	
		<u> </u>	

10 Control

The company's ultimate parent undertaking is Asset Intertech Inc, Texas, United States of America.