

METALFX TECHNOLOGY LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

ABBREVIATED STATUTORY ACCOUNTS

FOR THE PERIOD

12th FEBRUARY 2002 to 31st JULY 2003

Company Number: 4372394 (England and Wales)



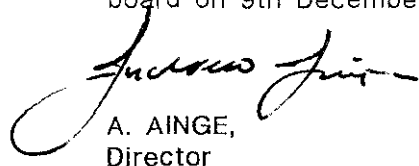
ABBREVIATED BALANCE SHEET
AS AT 31st JULY 2003

	<u>Notes</u>	<u>2003</u>	
		<u>£</u>	<u>£</u>
FIXED ASSETS			
Tangible Assets	2		20,935
CURRENT ASSETS			
Stocks		34,670	
Debtors	3	95,819	
		<hr/>	
		130,489	
CREDITORS : amounts falling due within the year		<hr/>	
		182,139	
		<hr/>	
NET CURRENT LIABILITIES			51,650
			<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES			(30,715)
CREDITORS : amounts falling due after more than one year			
			1,111
			<hr/>
NET LIABILITIES			(31,826)
			=====
CAPITAL AND RESERVES			
Called up share capital	4		100
Share Premium account			102,400
Profit and loss accounts			(134,326)
			<hr/>
SHAREHOLDERS' FUNDS			(31,826)
			=====

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of s.249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit under section 249B(2), of the Companies Act 1985.

The director acknowledges his responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31st July 2003 and of its result for the period then ended in accordance with the requirements of the Act relating to the accounts so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 applicable to small companies, were approved by the board on 9th December 2003 and signed on its behalf.


A. AINGE,
Director

The notes on pages 2 and 3 form part of these financial statements

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31st JULY 2003

1. ACCOUNTING POLICIES

a) Basis of preparation of the financial statements

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).

The company has taken advantage of the exemption available to small companies under the Companies Act not to prepare consolidated accounts. Accordingly the financial statements present information about the company as an individual undertaking and not about its group.

b) Turnover

This represents the net invoiced amounts of goods sold and provided, net of value added tax. The turnover and pre tax profit on ordinary activities before taxation were contributed from the company's activities in the United Kingdom and France.

c) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets less their estimated residual value, over their expected useful lives on the following bases:-

Leasehold buildings	- over term of lease
Fixtures, fittings & equipment	- 25% per annum reducing balance basis
Motor vehicles	- 25% per annum reducing balance basis

d) Hire purchase

Assets obtained under hire purchase contracts are capitalised as tangible fixed assets. Assets acquired by hire purchase are depreciated over their useful lives. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged to profit and loss accounts as incurred.

e) Stocks & work in progress

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items. Stock includes caravans and accessories which are available for hire.

f) Foreign currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

g) Research and development

Expenditure on research and development is written off in the year it is incurred.

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31st JULY 2003 continued ...

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	<u>£</u>
COST	
Additions	32,382
	<hr/>
At 31st July 2003	32,382
	=====
DEPRECIATION	
Charge for the period	11,447
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At 31st July 2003	11,447
	=====
NET BOOK VALUE	
At 31st July 2003	20,935
	=====

3. DEBTORS

Included within debtors due within one year is an interest-free unsecured loan of £16,727 to A. Ainge, a director. The maximum amount outstanding during the period was £16,727.

4. SHARE CAPITAL

	<u>Authorised</u>	<u>Authorised, called up & fully paid</u>
	<u>2003</u>	<u>2003</u>
	<u>£</u>	<u>£</u>
Ordinary shares of £1 each	100	100
	===	===

100 ordinary shares were considered for consideration of £102,500 during the year.