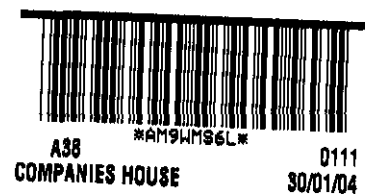

MICROSPEED LTD

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 MARCH 2003**



MICROSPEED LTD

The following reproduces the text of the accountant's report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 3) have been prepared.

ACCOUNTANT'S REPORT TO THE DIRECTOR ON THE UNAUDITED FINANCIAL STATEMENTS OF MICROSPEED LTD

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 March 2003 set out on pages 3 to 7 and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985.

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



B M Wood Accountants

Chartered Accountants

44B High Street
Stevenage
Herts
SG1 3EF

17 January 2004

MICROSPEED LTD

ABBREVIATED BALANCE SHEET
As at 31 March 2003

	Note	2003	2002
		£	£
FIXED ASSETS			
Tangible fixed assets	2	1,643	2,190
CURRENT ASSETS			
Debtors		4,888	20,644
Cash at bank		16,522	12,982
		<u>21,410</u>	<u>33,626</u>
CREDITORS: amounts falling due within one year		(33,002)	(43,142)
NET CURRENT LIABILITIES		<u>(11,592)</u>	<u>(9,516)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ (9,949)</u>	<u>£ (7,326)</u>
CAPITAL AND RESERVES			
Called up share capital	3	4	4
Profit and loss account		(9,953)	(7,330)
SHAREHOLDERS' FUNDS		<u>£ (9,949)</u>	<u>£ (7,326)</u>

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. 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 financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2003 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 17 January 2004 and signed on its behalf.

M N Pauls

M N Pauls
Director

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

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 March 2003

1. ACCOUNTING POLICIES**1.1 Basis of preparation of financial statements**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and equipment	-	25% reducing balance
Office equipment	-	25% reducing balance

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 April 2002 and 31 March 2003	<u>10,845</u>
Depreciation	
At 1 April 2002	8,655
Charge for the year	547
	<u>9,202</u>
At 31 March 2003	
Net book value	
At 31 March 2003	£ <u>1,643</u>
At 31 March 2002	£ <u>2,190</u>

3. SHARE CAPITAL

	2003 £	2002 £
Authorised		
1,000 Ordinary shares of £1 each	£ <u>1,000</u>	£ <u>1,000</u>
Allotted, called up and fully paid		
4 Ordinary shares of £1 each	£ <u>4</u>	£ <u>4</u>