

Company Registration No. 2324775 (England and Wales)

BITSPEC LIMITED
ACCOUNTS
FOR THE YEAR ENDED
31 DECEMBER 2002

Nyman Linden
Chartered Accountants
London



BITSPEC LIMITED

COMPANY INFORMATION

Director	P Aitken
Secretary	A Aitken
Company number	2324775
Registered office	38 Shepherd's Lane Guildford Surrey GU2 6SL
Accountants	Nyman Linden 105 Baker Street London W1U 6NY

BITSPEC LIMITED

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BITSPEC LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2002

The director presents his report and financial statements for the year ended 31 December 2002.

Principal activities

The principal activity of the company continued to be that of the provision of computer consultancy services.

Director

The following director has held office:

P Aitken

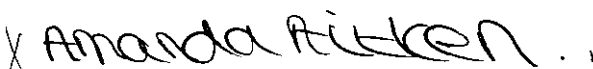
Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary Shares of £ 1 each	
	31 December 2002	1 January 2002
P Aitken	51	51

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

By order of the board



A Aitken

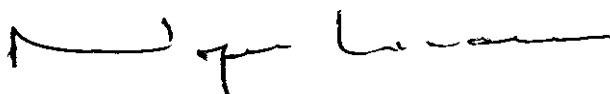
Secretary

July 2003

BITSPEC LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED ACCOUNTS OF BITSPEC LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2002, set out on pages 3 to 7 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Nyman Linden

July 2003

Chartered Accountants

105 Baker Street
London
W1U 6NY

BITSPEC LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2002

	Notes	2002 £	2001 £
Turnover		68,852	65,986
Administrative expenses		(50,387)	(43,114)
Operating profit	2	18,465	22,872
Other interest receivable and similar income		504	770
Profit on ordinary activities before taxation		18,969	23,642
Tax on profit on ordinary activities	3	(2,363)	(4,063)
Profit on ordinary activities after taxation		16,606	19,579
Dividends	4	(10,000)	(26,000)
Retained profit/(loss) for the year	10	6,606	(6,421)

BITSPEC LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2002

	Notes	2002 £	£	2001 £	£
Fixed assets					
Tangible assets	5		419		559
Current assets					
Debtors	6	4,551		6,099	
Cash at bank and in hand		19,421		12,570	
		<u>23,972</u>		<u>18,669</u>	
Creditors: amounts falling due within one year	7	<u>(10,779)</u>		<u>(12,224)</u>	
Net current assets			13,193		6,445
Total assets less current liabilities			<u>13,612</u>		<u>7,004</u>
Capital and reserves					
Called up share capital	9		100		100
Profit and loss account	10		13,512		6,904
Shareholders' funds			<u>13,612</u>		<u>7,004</u>

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 this Act relating to accounts, so far as applicable to the company.

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 in July 2003


P Aitken
Director

BITSPEC LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 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 less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment - 25% reducing balance

2 Operating profit	2002	2001
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	140	187
Director's emoluments	40,500	33,875
	<hr/>	<hr/>
3 Taxation	2002	2001
	£	£
Domestic current year tax		
U.K. corporation tax	2,363	4,063
	<hr/>	<hr/>
Current tax charge	2,363	4,063
	<hr/>	<hr/>
4 Dividends	2002	2001
	£	£
Ordinary interim paid	10,000	26,000
	<hr/>	<hr/>

The director voted and paid net dividends of £5,000 on 1 April 2002 and £5,000 on 1 July 2002.

BITSPEC LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

5 Tangible fixed assets

	Fixtures, fittings & equipment £
Cost	
At 1 January 2002 & at 31 December 2002	2,119
Depreciation	
At 1 January 2002	1,560
Charge for the year	140
At 31 December 2002	1,700
Net book value	
At 31 December 2002	419
At 31 December 2001	559

6 Debtors	2002	2001
	£	£
Trade debtors	4,551	6,099

7 Creditors: amounts falling due within one year	2002	2001
	£	£
Corporation tax	2,363	4,063
Other taxes and social security costs	6,154	6,037
Director's current accounts	1,669	1,395
Accruals and deferred income	593	729
	10,779	12,224

8 Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £8,000 (2001 - £6,375).

BITSPEC LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

9	Share capital	2002	2001
		£	£
	Authorised		
	1,000 Ordinary Shares of £ 1 each	1,000	1,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	100 Ordinary Shares of £ 1 each	100	100
		<u> </u>	<u> </u>
10	Statement of movements on profit and loss account		Profit and loss account £
	Balance at 1 January 2002		6,906
	Retained profit for the year		6,606
			<u> </u>
	Balance at 31 December 2002		13,512
			<u> </u>
11	Control		
	The company is controlled by Mr P Aitken, a director of the company.		