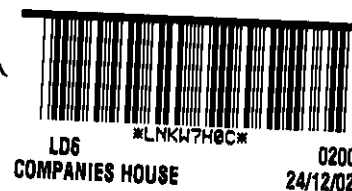


ELECTRONIC ALCHEMY LIMITED
REPORT AND ACCOUNTS
YEAR ENDED 31ST AUGUST 2002

M. P. SAUNDERS & COMPANY
CHARTERED ACCOUNTANTS
183-191 BALLARDS LANE
FINCHLEY CENTRAL
LONDON N3 1LP

Company Number: 2962291 (England and Wales)



ELECTRONIC ALCHEMY LIMITEDREPORT OF THE DIRECTOR

The Director presents his Report and the Financial Statements for the year ended 31st August 2002.

PRINCIPAL ACTIVITY

The company's principal activity continues to be that of Computer Consultancy.

DIRECTOR

The director at 31st August 2002 and his interest in the share capital of the company was as follows:

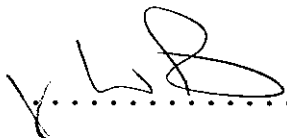
	<u>Number of Shares</u>	
	<u>2002</u>	<u>2001</u>
W G Price Esq	2	2

SMALL COMPANY RULES

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was Approved by the Board on 10 DECEMBER.....2002

Signed on behalf of the Board of Directors

.....

ELECTRONIC ALCHEMY LIMITED

ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTOR OF
ELECTRONIC ALCHEMY LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st August 2002 set out on pages 3 to 9, and you consider that the company is exempt from audit under the provisions of S.249A(1) of the Companies Act 1985. 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.

M P Saunders

M. P. SAUNDERS & COMPANY
Chartered Accountants
183-191 Ballards Lane
Finchley Central
London, N3 1LP.

Dated *16th Dec*2002

ELECTRONIC ALCHEMY LIMITED
PROFIT AND LOSS ACCOUNT FOR THE
YEAR ENDED 31ST AUGUST 2002

	<u>Notes</u>	<u>2002</u>	<u>2001</u>
<u>TURNOVER</u>	1 (b)	54,828	76,802
Administrative Costs		(33,186)	(31,752)
<u>OPERATING PROFIT</u>	2	21,642	45,050
Other Income		467	156
		22,109	45,206
Taxation	3	(3,259)	(8,899)
<u>PROFIT FOR THE YEAR</u> <u>AFTER TAXATION</u>		18,850	36,307
Dividends	4	(31,200)	(25,600)
		(12,350)	10,707
Retained Profit brought forward		22,270	11,563
<u>RETAINED PROFIT CARRIED FORWARD</u>		<u>£9,920</u>	<u>£22,270</u>

The notes on pages 5 to 9 form part of these financial statements.

ELECTRONIC ALCHEMY LIMITEDBALANCE SHEET AS AT 31ST AUGUST 2002

	<u>Notes</u>	<u>2002</u>	<u>2001</u>
<u>FIXED ASSETS</u>			
Tangible Assets	5	6,222	6,775
<u>CURRENT ASSETS</u>			
Debtors	6	-	5,492
Cash at Bank		10,301	21,782
		<u>10,301</u>	<u>27,274</u>
<u>CURRENT LIABILITIES</u>			
Creditors falling due within one year	7	<u>6,601</u>	<u>11,777</u>
Total assets less current liabilities		<u>3,700</u>	<u>15,497</u>
<u>TOTAL NET ASSETS</u>		<u><u>£9,922</u></u>	<u><u>£22,272</u></u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	8	2	2
Profit and Loss Account		<u>9,920</u>	<u>22,270</u>
<u>SHAREHOLDERS FUNDS</u>		<u><u>£9,922</u></u>	<u><u>£22,272</u></u>

The directors consider 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. Members have not required the company, under section 249B(2) of the Companies Act 1985, to obtain an audit for the year ended 31st August 2002. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with S.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 August 2002 and of its profit for the year then ended in accordance with the requirements of s.226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements, 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 and signed on its behalf.

..... DIRECTOR

Approved by the Board on 10 DECEMBER.....2002

The notes on pages 5 to 9 form part of these financial statements.

ELECTRONIC ALCHEMY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2002

1. ACCOUNTING POLICIES

(a) Basis of Preparation of Financial Statements

The Financial Statements have been prepared under the historical cost convention.

(b) Turnover

Turnover represents the invoiced value of goods and services supplied excluding Value Added Tax.

(c) Tangible Fixed Assets and Depreciation

Tangible Fixed Assets are depreciated at rates designed to write off the costs over their estimated useful lives. These rates are calculated as follows:-

Equipment	25% p.a. on written down value
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(d) Pensions

The company operates a defined contribution Pension Scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

ELECTRONIC ALCHEMY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2002

2. OPERATING PROFIT

This is stated after charging (crediting):

	<u>2002</u>	<u>2001</u>
Depreciation of Tangible Fixed Assets		
- owned by the company	2,074	2,258
Directors Remuneration	22,250	18,000
Pension Costs	3,670	5,029
	<u> </u>	<u> </u>

3. TAXATION

Overprovision in previous year	(14)	-
U.K Corporation Tax	3,273	8,899
	<u> </u>	<u> </u>
	£3,259	£8,899
	<u> </u>	<u> </u>

4. DIVIDENDS

Dividends paid	£31,200	£25,600
	<u> </u>	<u> </u>

ELECTRONIC ALCHEMY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2002

5. TANGIBLE FIXED ASSETS

	<u>Equipment</u>	<u>Total</u>
<u>Cost:</u>		
As at 1.09.2001	13,753	13,753
Additions	1,521	1,521
As at 31.08.2002	<u>£15,274</u>	<u>£15,274</u>
 <u>Depreciation:</u>		
As at 1.09.2001	6,978	6,978
Charge for the Year	2,074	2,074
As at 31.08.2002	<u>£9,052</u>	<u>£9,052</u>
 <u>Net Book Value</u> <u>at 31.08.2002</u>	 <u>£6,222</u>	 <u>£6,222</u>
 <u>Net Book Value</u> <u>at 31.08.2001</u>	 <u>£6,775</u>	 <u>£6,775</u>

ELECTRONIC ALCHEMY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2002

	<u>2002</u>	<u>2001</u>
6. <u>DEBTORS</u> Due within one year		
Trade Debtors	-	5,492
	<u> </u>	<u> </u>
	£ -	£5,492
	<u> </u>	<u> </u>
7. <u>CREDITORS</u> Falling due within one year		
Taxation and Social Security	1,892	2,878
Corporation Tax	3,273	8,899
Accruals	1,436	-
	<u> </u>	<u> </u>
	£6,601	£11,777
	<u> </u>	<u> </u>

ELECTRONIC ALCHEMY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2002

8. SHARE CAPITAL

	<u>2002</u>	<u>2001</u>
<u>Authorised:</u>		
1,000 Ordinary Shares of £1 each	£1,000	£1,000

Allotted, Called Up and Fully Paid

2 Ordinary Shares of £1 each	£2	£2
	=	=

9. RELATED PARTIES

The company is controlled by W G Price Esq by virtue of having ownership of 100% of the issued ordinary share capital in the company.