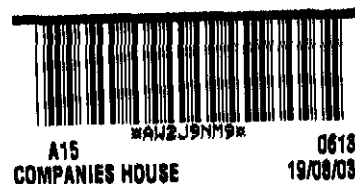


Financial Solutions (E) Ltd

2578173

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2003
FOR
FINANCIAL SOLUTIONS (E) LTD**



Financial Solutions (E) Ltd

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for the Year Ended 5 April 2003**

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Financial Solutions (E) Ltd

COMPANY INFORMATION
for the Year Ended 5 April 2003

DIRECTOR: N Hajiani

SECRETARY: Mrs S Hajiani

REGISTERED OFFICE: Solutions House
14 Wymondley Grove
Stoke-on-Trent
ST4 8TW

REGISTERED NUMBER: 02578173 (England and Wales)

Financial Solutions (E) Ltd

REPORT OF THE DIRECTORS for the Year Ended 5 April 2003

The directors present their report with the financial statements of the company for the year ended 5 April 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of financial broker and ancillary services. The company also provides Financial Advice as regulated by the Financial Services Authority.

REVIEW OF BUSINESS

The results for the year and financial position of the company are shown in the annexed financial statements.

DIVIDENDS AND TRANSFERS TO RESERVES

No dividends will be distributed for the year ended 5 April 2003. The profit transferred to reserves will be £15031.64

DIRECTORS

The director during the year under review was:

N Hajiani

The beneficial interests of the directors holding office on 5 April 2003 in the issued share capital of the company were as follows:

	5.4.03	6.4.02
Ordinary £1 shares		
N Hajiani	19	1
Mrs S Hajiani	1	1

STATEMENT OF 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 enable them to ensure that the financial statements comply with the Companies Act 1985. They are also

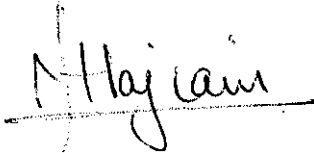
Financial Solutions (E) Ltd

**REPORT OF THE DIRECTORS
for the Year Ended 5 April 2003**

responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing this report the directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD:

A handwritten signature in dark ink, appearing to read 'N Hajiani', written over a horizontal line.

Mr N Hajiani - Director

Dated: 15th April 2003

Financial Solutions (E) Ltd

PROFIT AND LOSS ACCOUNT for the Year Ended 5 April 2003

	Notes	2003 £	2002 £
TURNOVER	2	41553.10	10,760.00
Cost of Sales		<u>11058.10</u>	<u>-</u>
GROSS PROFIT		30495.00	10,760.00
Administrative expenses		<u>15463.36</u>	<u>14,961.00</u>
OPERATING (LOSS)/PROFIT	3	15031.64	(4201.00)
Interest payable and similar charges		<u>0</u>	<u>0</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		15031.64	(4201.00)
Tax on (loss)/profit on ordinary activities		<u>-</u>	<u>-</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		15031.64	(4201.00)
Deficit brought forward		<u>(15288.00)</u>	<u>(11,087.00)</u>
DEFICIT CARRIED FORWARD		<u>(256.36)</u>	<u>(15,288.00)</u>

CONTINUING OPERATIONS

The company added the provision of Financial Advice as regulated by the Financial Services Authority to its list of activities.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the loss for the current year and the loss for the previous year.

Financial Solutions (E) Ltd

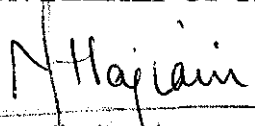
BALANCE SHEET at 5 April 2003

	Notes	2003		2002	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	4		6591		8,729
CURRENT ASSETS:					
Debtors	5			6700	
Cash at bank			-	-	
				6700	
CREDITORS: Amounts falling due within one year	6	6825.36		30,713	
NET CURRENT LIABILITIES			6825.36		(24,013)
TOTAL ASSETS LESS CURRENT LIABILITIES			(234.36)		(15,284)
CAPITAL AND RESERVES:					
Called up share capital	8		20.00		2
Profit and loss account			(254.36)		(15,286)
Shareholders' funds			(234.36)		(15,284)

In preparing these financial statements, the directors have:

- taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1) [total exemption]
- confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985
- acknowledged their responsibilities for preparing accounts which give a true and fair view of the company and of its loss for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.
- taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985 and in their opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

ON BEHALF OF THE BOARD:


N Hajiani - Director

Approved by the Board on 15th April 2003

The notes form part of these financial statements

Financial Solutions (E) Ltd

NOTES TO THE FINANCIAL STATEMENTS at 5 April 2003

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following rates in order to write off each asset over its estimated useful life.

Office furniture & equipment	- 10% on reducing balance
Motor vehicles	- 25% on reducing balance

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. TURNOVER

The turnover and loss or profit before taxation, are attributable to the principal activities of the company.

3. OPERATING LOSS OR PROFIT

The operating loss or profit is stated after charging:

	2003	2002
	£	£
Depreciation - owned assets	2138	2845
Auditors remuneration	500	450
	<hr/>	<hr/>
Directors' emoluments	-	-
	<hr/>	<hr/>

Financial Solutions (E) Ltd

NOTES TO THE FINANCIAL STATEMENTS at 5 April 2003

4. TANGIBLE FIXED ASSETS

	Office furniture & equipment	Motor vehicles	Total
	£	£	£
COST:			
At 6 April 2002	<u>1,043</u>	<u>13,500</u>	<u>14,543</u>
At 5 April 2003	<u>1,043</u>	<u>13,500</u>	<u>14,543</u>
DEPRECIATION:			
At 6 April 2002	751	5,063	5,814
Charge for the year	<u>29</u>	<u>2,109</u>	<u>2,138</u>
At 5 April 2003	<u>780</u>	<u>7,172</u>	<u>7,952</u>
NET BOOK VALUE:			
At 5 April 2003	<u>263</u>	<u>6328</u>	<u>6591</u>
At 5 April 2002	<u>292</u>	<u>8437</u>	<u>8729</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2003 £	2002 £
Trade debtors	<u>0</u>	<u>6,700</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2003 £	2002 £
Bank loans and overdrafts (see note 7)	-	-
Trade creditors	0	4999
Directors loan account	6825.36	11,799
Unsecured loan	0	12,500
Accrued expenses	<u>0</u>	<u>1415</u>
	<u>6825.36</u>	<u>30,713</u>

Financial Solutions (E) Ltd

NOTES TO THE FINANCIAL STATEMENTS at 5 April 2003

7. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	2003 £	2002 £
Amounts falling due within one year on demand:		
Bank overdrafts	-	=

8. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal Value	2003 £	2002 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

Allotted, Issued and Fully Paid:

Number:	Class:	Nominal Value	2003 £	2002 £
2	Ordinary	£1	<u>20</u>	<u>2</u>

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2003 £	2002 £
(Loss)/Profit for the financial year	<u>15031.64</u>	<u>(4,201)</u>
NET		
(REDUCTION)/ADDITION TO SHAREHOLDERS' FUNDS	15049.64	(4,201)
Opening shareholders' funds	<u>(15284.00)</u>	<u>(11,083)</u>
CLOSING SHAREHOLDERS' FUNDS	<u>(234.36)</u>	<u>(15,284)</u>
Equity interests	<u>(234.36)</u>	<u>(15,284)</u>

	Notes	2003		2002	
		£	£	£	£
Sales			41553.10		10,760
Cost of Sales:					
Network Chgs, Valuation & Search Fees			<u>11058.10</u>		<u>-</u>
GROSS PROFIT			30495.00		10,760
Expenditure:					
Wages		3937.48		3,428	
Telephone		1200.00		1,300	
Printing and stationery		687.73		550	
Motor and travelling expenses		3356.00		4,963	
Subscriptions		145.65		425	
Postage and miscellaneous expenses		330.00		350	
Accountancy and audit fees		500.00		450	
Insurance		27.50		300	
Business use of private residence		350.00		350	
Product Research Fees		1181.00		-	
Computer		525.00		-	
Seminars		575.00		-	
Regulation & Information Update		500.00		-	
Promotional Gifts		10.00			
			<u>13325.36</u>		<u>12,116</u>
			17169.64		1,356
Finance costs:					
Bank interest		0		0	
Bank charges		<u>0</u>		<u>0</u>	
			<u>0</u>		<u>0</u>
			17169.64		1,356
Depreciation:					
Office equipment		29.00		32	
Motor vehicles		<u>2109.00</u>		<u>2813</u>	
			<u>2138.00</u>		<u>2,845</u>
NET (LOSS)/PROFIT			<u>15031.64</u>		<u>(4,201)</u>