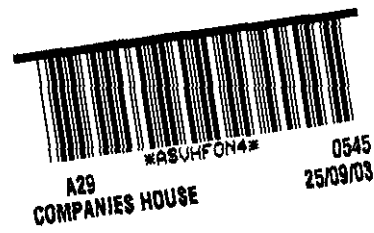


ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2002
FOR
MERITDREAM LIMITED



MERITDREAM LIMITED

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for the Year Ended 31st December 2002

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MERITDREAM LIMITED

COMPANY INFORMATION

for the Year Ended 31st December 2002

DIRECTORS:

Mrs S M Starr
W Starr

SECRETARY:

W Starr

REGISTERED OFFICE:

4th Floor
26 The Parade
High Street
Watford
Hertfordshire
WD1 2AA

REGISTERED NUMBER:

3818861

ACCOUNTANTS:

Stephen Starr
Chartered Accountants
26 The Parade, High Street
Watford
Hertfordshire WD17 1AA

MERJTDREAM LIMITED

ABBREVIATED BALANCE SHEET

31st December 2002

31.12.01			31.12.02
£		Notes	£
	CURRENT ASSETS:		
311,429	Stocks		327,406
100,069	Cash at bank		10
411,498			327,416
	CREDITORS: Amounts falling		
390,140	due within one year	2	308,790
21,358	NET CURRENT ASSETS:		18,626
	TOTAL ASSETS LESS CURRENT		
£21,358	LIABILITIES:		£18,626
	CAPITAL AND RESERVES:		
4	Called up share capital	3	4
21,354	Profit and loss account		18,622
£21,358	SHAREHOLDERS' FUNDS:		£18,626

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31st December 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

MERITDREAM LIMITED

ABBREVIATED BALANCE SHEET

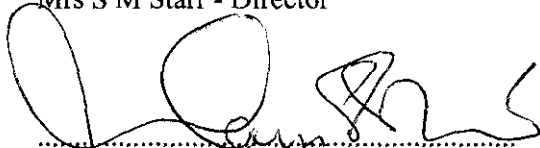
31st December 2002

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

ON BEHALF OF THE BOARD:



.....
Mrs S M Starr - Director



.....
W Starr - Director

Approved by the Board on 22/9/03

MERITDREAM LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS for the Year Ended 31st December 2002

1. ACCOUNTING POLICIES

Accounting convention

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).

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. CREDITORS

The following secured debts are included within creditors:

	31.12.02	31.12.01
	£	£
Secured Joint Venture Creditor	175,341	153,835

3. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.12.02	31.12.01
		£1	£	£
1,000	Ordinary	£1	1,000	1,000

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.02	31.12.01
		£1	£	£
4	Ordinary	£1	4	4

4. RELATED PARTY DISCLOSURES

Mrs SM Starr is a director and shareholder of the company and has provided loan finance to the company during the period. The loan is interest free with no fixed date for repayment. The balance of the loan account at the period end amounted to £133753 (2001 £235386) owed by the company.

5. JOINT VENTURES

The company's interests in joint property ventures are incorporated into the profit and loss account on a proportional basis. Its share of joint venture costs are included in the balance sheet as stock in the proportion in which the company shares joint venture profits. The company recognises the balance of funds due to a joint venture as a creditor.

6. CONTROL

During the year the company was under the control of Mr & Mrs W Starr.