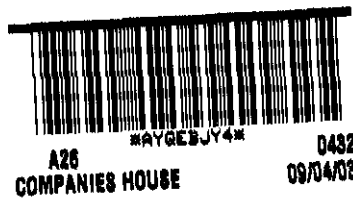


Company Number: 1550861

AIR SEA CONTAINERS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2002



PKF

AIR SEA CONTAINERS LIMITED

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**INDEPENDENT AUDITORS' REPORT TO
AIR SEA CONTAINERS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts, which comprise the Abbreviated Balance Sheet and the related notes, together with the financial statements of the company for the period ended 31 July 2002 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The director is responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts are properly prepared in accordance with those provisions.

Liverpool, UK
28 March 2003



PKF
Registered Auditors

AIR SEA CONTAINERS LIMITED
ABBREVIATED BALANCE SHEET
31 JULY 2002

	Notes	2002 £	2001 £
FIXED ASSETS			
Tangible	2	257,936	274,844
Investments	3	-	4,852
		<u>257,936</u>	<u>279,696</u>
CURRENT ASSETS			
Stocks		559,653	562,033
Debtors		726,372	508,006
Cash at bank and in hand		909,668	711,179
		<u>2,195,693</u>	<u>1,781,218</u>
CREDITORS: amounts falling due within one year	4	(1,024,970)	(824,466)
NET CURRENT ASSETS		<u>1,170,723</u>	<u>956,752</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,428,659</u>	<u>1,236,448</u>
CREDITORS: amounts falling due after more than one year	4	-	(2,188)
PROVISIONS FOR LIABILITIES AND CHARGES		(12,100)	(11,076)
NET ASSETS		<u>1,416,559</u>	<u>1,223,184</u>
CAPITAL AND RESERVES			
Called up share capital	5	1,000	1,000
Profit and loss account		1,415,559	1,222,184
		<u>1,416,559</u>	<u>1,223,184</u>

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

The abbreviated accounts were approved by the board on 28 March 2003

Signed on behalf of the board of directors

Donald Staniford

Director

AIR SEA CONTAINERS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 JULY 2002

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

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).

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

(c) Tangible fixed assets

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Long leasehold buildings	2 % reducing balance
Plant, machinery, fixtures and fittings	15 % reducing balance
Motor vehicles	25 % reducing balance
Tooling	25 % straight line
Computers	33 % straight line

(d) Finance and operating leases

Assets acquired under finance leases or hire purchase are treated as tangible fixed assets and depreciation is provided accordingly. The present value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the capital balance outstanding.

Operating lease rentals are charged in the profit and loss account on a straight line basis over the lease term

(e) Investments

Investments are stated at cost less any provision for permanent diminution in value.

(f) Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

(g) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

(h) Deferred taxation

The company has changed its accounting policy in respect of deferred taxation, in accordance with the requirements of FRS 19. Deferred tax is now recognised on a full provision basis on all timing differences which have originated, but not reversed, at the balance sheet date.

There is no material difference between the provision as included in the accounts under FRS 19 and that which would have been included using the previous accounting policy.

AIR SEA CONTAINERS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 JULY 2002

1 ACCOUNTING POLICIES (continued)

(i) Pensions

The company operates a defined contribution pension scheme and the pension charge in the profit and loss account represents the amounts payable by the company to the fund in respect of the year.

In addition the company pays contributions to individual pension plans for certain employees and directors. No amounts were due at the end of the year.

2 TANGIBLE FIXED ASSETS

Cost

At 1 August 2001	506,660
Additions	46,212
Disposals	(2,500)
At 31 July 2002	<u>550,372</u>

Depreciation

At 1 August 2001	231,816
Charge for the year	61,498
On disposals	(878)
At 31 July 2002	<u>292,436</u>

Net book amount

At 31 July 2002	<u><u>257,936</u></u>
At 31 July 2001	<u><u>274,844</u></u>

The net book amounts of plant and machinery above include £10,205 (2001: £12,006) in respect of assets held under finance leases or hire purchase contracts.

3 FIXED ASSET INVESTMENTS

Cost

At 1 August 2001	4,852
Amounts written off	(4,852)
At 31 July 2002	<u>-</u>

AIR SEA CONTAINERS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 JULY 2002

3 FIXED ASSET INVESTMENTS (continued)

Provisions

At 1 August 2001
and 31 July 2002

-

Net book amount

At 31 July 2002

-

At 31 July 2001

4,852

Investments included an investment in Airsea France S.A.R.L., a company incorporated in France, comprising a holding of 49% of its issued share capital. This company went into liquidation on 28 July 2002 resulting in the write off of the investment.

4 CREDITORS

Creditors amounting to **£133,215** (2001 - £6,563) are secured.

5 SHARE CAPITAL

	Authorised	Allotted, called up and fully paid	
		No	
At 1 August 2001 and 31 July 2002			
Ordinary shares of £1 each	<u>10,000</u>	<u>1,000</u>	<u>1,000</u>