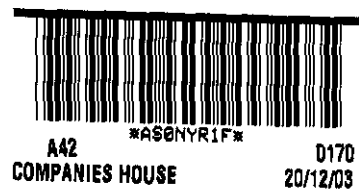


MVS (RESEARCH) PLC

Registered Number: 1870567

Report and Accounts for the year ended 31 May 2003



MVS (Research) plc
Registered Number: 1870567

Report of the Directors for the year ended 31 May 2003

The Directors present their report together with the accounts for the year ended 31 May 2003.

Activities and Results

The company has not traded during the year and has made neither profit nor loss.

Dividends

The Directors do not recommend the payment of a dividend for the year.

Directors

The Directors of the Company during the year were as follows:

Fotovalue Limited
N C Poultney

Directors' Interest in Shares

Fotovalue Limited had no beneficial interest in the shares of the Company or of any other company within the Quadnetics group of companies during the year. N C Poultney is a director of the ultimate holding company, Quadnetics Group plc, and accordingly his share interests are shown in the accounts of that company,

Auditors

Under the provisions of Section 250 of the Companies Act 1985, the Directors do not propose to appoint auditors while the company remains dormant.

By Order of the Board



N C Poultney
Secretary

20 November 2003

MVS (Research) plc
Registered Number: 1870567

Balance Sheet as at 31 May 2003

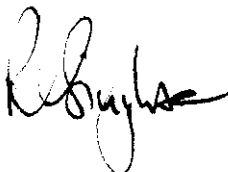
	Note	31 May 2003 £	31 May 2002 £
Current Liabilities			
Amount due to parent company		(969,468)	(969,468)
Capital and Reserves			
Called up Share Capital	4	50,000	50,000
Profit & Loss Account		(1,019,468)	(1,019,468)
Equity Shareholders' Funds		(969,468)	(969,468)

For the year ended 31 May 2003 the company was entitled to exemption under section 249aa(1) of the Companies Act 1985.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249b(2).

The Director's acknowledge their responsibility for: (i) Ensuring the company keeps accounting records which comply with section 221; and (ii) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

Approved by the Board of Directors on *20 November* 2003.



For and on behalf of
 Fotovalue Limited
 Director

MVS (Research) plc
Registered Number: 1870567

Notes to the Accounts for the year ended 31 May 2003

1. Principle Accounting Policies

The accounts are prepared in accordance with applicable Accounting Standards in the United Kingdom.

Basis of Accounting

The financial statements are prepared in accordance with the historical cost convention.

2. Profit and Loss Account

The company has not traded during the year and accordingly a profit and loss account has not been prepared.

3. Directors' Emoluments

No director received any emoluments during the year.

4. Share Capital

	31 May 2003		31 May 2002	
	Number	Value	Number	Value
Ordinary shares of £1 each:				
Authorised	50,000	£50,000	50,000	£50,000
Issued and fully paid	50,000	£50,000	50,000	£50,000

5. Ultimate Holding Company

The company's ultimate holding company is Quadnetics Group plc, which is incorporated in England and Wales. A copy of the holding company's consolidated accounts may be obtained from The Secretary, Quadnetics Group plc, North Court House, Morton Bagot, Studley, Warwickshire B80 7EL.