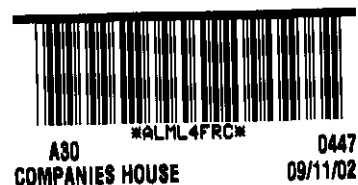


THE SHADOW ROBOT COMPANY LTD
FINANCIAL STATEMENTS
FOR
31 JANUARY 2002

Company Registration Number 3308007



K E WILSON & CO
Chartered Accountants
40 The Highway
Great Staughton
St Neots
Cambs
PE19 5DA

THE SHADOW ROBOT COMPANY LTD
FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2002

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THE SHADOW ROBOT COMPANY LTD

THE DIRECTORS' REPORT

YEAR ENDED 31 JANUARY 2002

The directors present their report and the unaudited financial statements of the company for the year ended 31 January 2002.

PRINCIPAL ACTIVITIES

The company's principal activity is robotics research and development.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	ordinary Shares of £1 each	
	At	At
	31 January 2002	1 February 2001
Mr R Greenhill	64	64
Mr R Walker	10	10
Mr Singer	<u>1</u>	<u>1</u>

Mr D Buckley retired as a director on 20 October 2001.

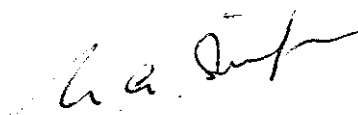
Mr C Phillips retired as a director on 20 October 2001.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
251 Liverpool Rd
London
N1 2LX

Signed by order of the directors



MR N A SINGER
Company Secretary

Approved by the directors on 31 October 2002

THE SHADOW ROBOT COMPANY LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 JANUARY 2002

	Note	2002 £	2001 £
TURNOVER		55,673	27,539
Cost of sales		<u>15,078</u>	<u>10,377</u>
GROSS PROFIT		40,595	17,162
Distribution costs		179	—
Administrative expenses		<u>47,681</u>	<u>49,314</u>
OPERATING LOSS	2	(7,265)	(32,152)
Interest payable		534	89
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(7,799)</u>	<u>(32,241)</u>
LOSS FOR THE FINANCIAL YEAR		(7,799)	(32,241)
Balance brought forward		<u>(51,213)</u>	<u>(18,972)</u>
Balance carried forward		<u>(59,012)</u>	<u>(51,213)</u>

THE SHADOW ROBOT COMPANY LTD

BALANCE SHEET

31 JANUARY 2002

	Note	2002 £	£	2001 £	£
FIXED ASSETS					
Tangible assets	3		508		469
CURRENT ASSETS					
Debtors	4	13,011		2,215	
Cash at bank		<u>2,660</u>		<u>778</u>	
		15,671		2,993	
CREDITORS: Amounts falling due within one year	5	<u>68,716</u>		<u>47,107</u>	
NET CURRENT LIABILITIES			(53,045)		(44,114)
TOTAL ASSETS LESS CURRENT LIABILITIES			(52,537)		(43,645)
CREDITORS: Amounts falling due after more than one year	6		<u>6,375</u>		<u>7,468</u>
			<u>(58,912)</u>		<u>(51,113)</u>

The balance sheet continues on the following page.

The notes on pages 5 to 6 form part of these financial statements.

THE SHADOW ROBOT COMPANY LTD

BALANCE SHEET *(continued)*

31 JANUARY 2002

CAPITAL AND RESERVES

Called-up equity share capital	8	100	100
Profit and Loss Account		<u>(59,012)</u>	<u>(51,213)</u>
DEFICIENCY		<u>(58,912)</u>	<u>(51,113)</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

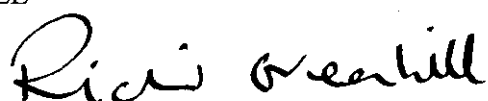
The directors acknowledge their responsibilities for:

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

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 31 October 2002 and are signed on their behalf by:

MR R GREENHILL



THE SHADOW ROBOT COMPANY LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2002

1. ACCOUNTING POLICIES**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment - 25%

2. OPERATING LOSS

Operating loss is stated after charging:

	2002 £	2001 £
Directors' emoluments	—	—
Depreciation	<u>221</u>	<u>156</u>

3. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 February 2001	625
Additions	<u>260</u>
At 31 January 2002	<u>885</u>
DEPRECIATION	
At 1 February 2001	156
Charge for the year	<u>221</u>
At 31 January 2002	<u>377</u>
NET BOOK VALUE	
At 31 January 2002	<u>508</u>
At 31 January 2001	<u>469</u>

THE SHADOW ROBOT COMPANY LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2002

4. DEBTORS

	2002	2001
	£	£
Trade debtors	5,000	2,115
Other debtors	<u>8,011</u>	<u>100</u>
	<u>13,011</u>	<u>2,215</u>

5. CREDITORS: Amounts falling due within one year

	2002	2001
	£	£
Trade creditors	4,127	1,036
Other taxation and social security	4,259	2,024
Other creditors	<u>60,330</u>	<u>44,047</u>
	<u>68,716</u>	<u>47,107</u>

6. CREDITORS: Amounts falling due after more than one year

	2002	2001
	£	£
Bank loans and overdrafts	<u>6,375</u>	<u>7,468</u>

7. RELATED PARTY TRANSACTIONS

The company was under the control of Mr R Greenhill throughout the current and previous year. Mr Greenhill is the managing director and majority shareholder. The directors current account represents money owed to Mr Greenhill who continues to support the company.

No transactions with related parties were undertaken such as are required to be disclosed under FRSSE .

8. SHARE CAPITAL**Authorised share capital:**

	2002	2001
	£	£
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2002	2001
	£	£
Ordinary share capital	<u>100</u>	<u>100</u>

THE SHADOW ROBOT COMPANY LTD
MANAGEMENT INFORMATION
YEAR ENDED 31 JANUARY 2002

The following pages do not form part of the statutory financial statements.

THE SHADOW ROBOT COMPANY LTD
DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 JANUARY 2002

	2002		2001
	£	£	£
TURNOVER		55,673	27,539
COST OF SALES			
Purchases	15,078		—
Purchases - Type 2	—		10,377
	<hr/>	<hr/>	<hr/>
		(15,078)	(10,377)
GROSS PROFIT		40,595	17,162
OVERHEADS			
Advertising	179		—
Administrative expenses	47,681		49,314
	<hr/>	<hr/>	<hr/>
		47,860	49,314
OPERATING LOSS		(7,265)	(32,152)
Interest on other loans		<u>534</u>	<u>89</u>
LOSS ON ORDINARY ACTIVITIES		<u>(7,799)</u>	<u>(32,241)</u>

THE SHADOW ROBOT COMPANY LTD
NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 JANUARY 2002

	2002		2001	
	£	£	£	£
ADMINISTRATIVE EXPENSES				
Personnel costs				
Wages and salaries		35,417		41,625
Establishment expenses				
Rent, rates and water	2,464		2,673	
Light and heat	876		809	
Insurance	801		722	
		4,141		4,204
General expenses				
Travel and subsistence	1,378		473	
Telephone	2,099		1,122	
Stationery and postage	2,109		185	
Sundry expenses	574		455	
Laundry and cleaning	—		237	
Legal and professional fees	1,285		550	
Depreciation	221		156	
		7,666		3,178
Financial costs				
Provision for doubtful debts	—		18	
Bank charges	457		289	
		457		307
		<u>47,681</u>		<u>49,314</u>