

Registered no. 3444488

RUSHTON INTERNATIONAL LIMITED

**ABBREVIATED FINANCIAL
STATEMENTS**

**YEAR ENDED
31 DECEMBER 2002**



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COMPANIES HOUSE**

L43UPLJ

**0162
29/10/03**

**LUBBOCK FINE
Chartered Accountants
Russell Bedford House
City Forum, 250 City Road
London EC1V 2QQ**

RUSHTON INTERNATIONAL LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2002

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RUSHTON INTERNATIONAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on page, together with the financial statements of the company for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company's shareholders, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are 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 report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider 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 Act, and the abbreviated accounts on page are properly prepared in accordance with those provisions.

OTHER INFORMATION

On 27 October 2003 we reported as auditors to the members of the company on the financial statements prepared under Section 226 of the Companies Act 1985 and our report included the following paragraph:

FUNDAMENTAL UNCERTAINTY

In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning the applicability of the going concern basis of preparation of these financial statements. The going concern basis assumes the continuing support of the shareholders to meet day to day working capital requirements of the company so that it can settle its liabilities as and when they arise. In view of the significance of this uncertainty we consider that it should be brought to your attention, but our opinion is not qualified in this respect.

RUSHTON INTERNATIONAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY *(continued)*

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985


Lubbock Fine
Chartered Accountants
& Registered Auditors

Russell Bedford House
City Forum, 250 City Road
London EC1V 2QQ

Date: *27 October 2003*

RUSHTON INTERNATIONAL LIMITED

ABBREVIATED BALANCE SHEET

31 DECEMBER 2002

	Note	£	2002 £	£	2001 £
FIXED ASSETS	2				
Tangible assets			2,595		25,577
CURRENT ASSETS					
Stocks		23,135		47,710	
Debtors		279,620		327,848	
Cash at bank and in hand		16,582		641	
		<u>319,337</u>		<u>376,199</u>	
CREDITORS: Amounts falling due within one year	3	<u>200,474</u>		<u>180,377</u>	
NET CURRENT ASSETS			118,863		195,822
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>121,458</u>		<u>221,399</u>
CREDITORS: Amounts falling due after more than one year	4		490,388		522,116
			<u>(368,930)</u>		<u>(300,717)</u>
CAPITAL AND RESERVES					
Called-up equity share capital	6		53,763		53,763
Profit and loss account			<u>(422,693)</u>		<u>(354,480)</u>
DEFICIENCY			<u>(368,930)</u>		<u>(300,717)</u>

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

These abbreviated accounts were approved by the directors on 22/12/03 and are signed on their behalf by:



B Rushton
Director

The notes on page 3 form part of these abbreviated accounts.

RUSHTON INTERNATIONAL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 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 June 2002).

Going concern

The company meets its day-to-day working capital requirements through a bank facility, which is reviewed periodically together with loans provided by the shareholders. The directors believe that it is appropriate to prepare the financial statements on a going concern basis, which assumes that the company will continue in operational existence in the future, on the grounds that the company's bankers and the shareholders will continue their support.

These financial statements do not include any adjustments that would result from the withdrawal of the support of the bankers and shareholders.

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:

Office Equipment	- 33% per annum straight line
Fixtures & Fittings	- 25% per annum straight line
Motor Vehicles	- 25% per annum straight line

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

RUSHTON INTERNATIONAL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 DECEMBER 2002****1. ACCOUNTING POLICIES** *(continued)***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 of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 January 2002	127,109
Additions	1,620
Disposals	(47,290)
At 31 December 2002	<u>81,439</u>
DEPRECIATION	
At 1 January 2002	101,532
Charge for year	7,240
On disposals	(29,928)
At 31 December 2002	<u>78,844</u>
NET BOOK VALUE	
At 31 December 2002	<u>2,595</u>
At 31 December 2001	<u>25,577</u>

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2002 £	2001 £
Bank loans and overdrafts	17,551	25,037
Hire purchase agreements	-	13,066
	<u>17,551</u>	<u>38,103</u>

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

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2002 £	2001 £
Bank loans and overdrafts	10,238	27,974
Hire purchase agreements	-	6,644
	<u>10,238</u>	<u>34,618</u>

RUSHTON INTERNATIONAL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2002

5. TRANSACTIONS WITH THE DIRECTORS

On 12 July 2002, a loan of £462,151 was assigned by ProXchange Limited, the former parent company, to Caversham Trustees Limited, a shareholder, and W D Carr, a director and shareholder of the company for consideration of £39,000, as part of the agreement for the sale of the entire issued share capital of the company.

ProXchange Limited transferred its entire shareholding of 53,763 shares on 2 August 2002. 32,258 shares were transferred to Caversham Trustees Limited and 21,505 shares were transferred to W D Carr.

6. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
250,000 Ordinary shares of £1 each	<u>250,000</u>	<u>250,000</u>

Allotted, called up and fully paid:

	2002		2001	
	No	£	No	£
Ordinary shares of £1 each	<u>53,763</u>	<u>53,763</u>	<u>53,763</u>	<u>53,763</u>