

Company Registration No. 3464638

SAFE DRIVING AUTOMOTIVE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2002



A44 *AUG42R54* 0737
COMPANIES HOUSE 24/12/03

22227-b-2002

Registered Office
5 Bourlet Close
London

SAFE DRIVING AUTOMOTIVE LIMITED

**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2002**

The director presents his report and financial statements for the year ended 31 December 2002.

Principal activities and review of the business

The principal activity of the company is the provision of services.

Results and dividends

The results for the year are set out on page 4.

Directors

The following directors have held office since 1 January 2002:

W R Hawes

(Resigned 2 July 2002)

T Lane

The directors have no interest in the issued share capital of the company.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Matthew Edwards & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

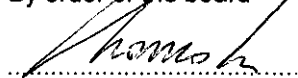
Director's responsibilities

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the board



T Lane (Director)

Date: - 9 SEP 2003

MATTHEW EDWARDS & CO
CHARTERED ACCOUNTANTS

Clinch's House, Lord Street, Douglas, Isle of Man IM99 1RZ
Telephone: +44 (0) 1624 663166 Facsimile: +44 (0) 1624 677108
E-mail audit@matthew-edwards.com

SAFE DRIVING AUTOMOTIVE LIMITED

**INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF SAFE DRIVING AUTOMOTIVE LIMITED**

We have audited the financial statements of Safe Driving Automotive Limited on pages 4 to 8 for the year ended 31 December 2002. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the director and auditors

As described in the statement of director's responsibilities on page 1 the company's director is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the director's report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding director's remuneration and transactions with the company is not disclosed.

We read the director's report and consider the implications for our report if we become aware of any apparent misstatements within it.

MATTHEW EDWARDS & CO
CHARTERED ACCOUNTANTS

Clinch's House, Lord Street, Douglas, Isle of Man IM99 1RZ
Telephone: +44 (0) 1624 663166 Facsimile: +44 (0) 1624 677108
E-mail audit@matthew-edwards.com

SAFE DRIVING AUTOMOTIVE LIMITED

**INDEPENDENT AUDITORS' REPORT (CONTINUED)
TO THE SHAREHOLDERS OF SAFE DRIVING AUTOMOTIVE LIMITED**

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Matthew Edwards & Co.

Chartered Accountants
Registered Auditor


9/9/2003

Clinch's House, Lord Street
Douglas
Isle of Man
IM99 1RZ

SAFE DRIVING AUTOMOTIVE LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2002**

	Notes	2002 £	2001 £
Turnover	2	1,067,575	-
Cost of sales		(976,696)	-
Gross profit		90,879	-
Administrative expenses		(6,954)	-
Operating profit	3	83,925	-
Other interest receivable and similar income	4	4,548	-
Profit on ordinary activities before taxation		88,473	-
Tax on profit on ordinary activities	5	(22,198)	-
Profit on ordinary activities after taxation	9	66,275	-
Profit brought forward at 1 January 2002		-	-
Profit/(loss) carried forward at 31 December 2002		66,275	-

All of the company's activities are derived from continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

SAFE DRIVING AUTOMOTIVE LIMITED

BALANCE SHEET
AS AT 31 DECEMBER 2002

	Notes	2002 £	£	2001 £	£
Current assets					
Debtors	6	314,906		-	
Cash at bank and in hand		76,175		1,000	
		<u>391,081</u>		<u>1,000</u>	
Creditors: amounts falling due within one year	7	<u>(323,806)</u>		<u>-</u>	
Net current assets			67,275		1,000
Total assets less current liabilities			<u>67,275</u>		<u>1,000</u>
Capital and reserves					
Called up share capital	8		1,000		1,000
Profit and loss account	9		66,275		-
Shareholders' funds - equity interests	10		<u>67,275</u>		<u>1,000</u>

The financial statements were approved by the Board on - 9 SEP 2003


T Lane
Director

SAFE DRIVING AUTOMOTIVE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2002**

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention, and in accordance with applicable financial reporting and accounting standards.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.3 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

Turnover represents income derived from the company's principal activity.

3 Operating profit	2002	2001
	£	£
Operating profit is stated after charging:		
Accountancy	1,000	-
	<hr/>	<hr/>
4 Other interest receivable and similar income	2002	2001
	£	£
Bank interest received	37	-
Profit on foreign exchange	4,511	-
	<hr/>	<hr/>
	4,548	-
	<hr/>	<hr/>

SAFE DRIVING AUTOMOTIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2002

5	Taxation	2002	2001
		£	£
	Domestic current year tax		
	Corporation tax at 25.09 % (2001 - 19.20 %)	22,198	-
		<u>22,198</u>	<u>-</u>
	Current tax charge	<u>22,198</u>	<u>-</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	88,473	-
		<u>88,473</u>	<u>-</u>
	Profit on ordinary activities before taxation multiplied by the standard rate of corporation tax of 25.09 % (2001 : 19.20 %)	22,198	-
		<u>22,198</u>	<u>-</u>
	Current tax charge	<u>22,198</u>	<u>-</u>
6	Debtors	2002	2001
		£	£
	Trade debtors	304,132	-
	Other debtors	10,774	-
		<u>314,906</u>	<u>-</u>
7	Creditors: amounts falling due within one year	2002	2001
		£	£
	Trade creditors	301,108	-
	Corporation tax	22,198	-
	Accruals and deferred income	500	-
		<u>323,806</u>	<u>-</u>
8	Share capital	2002	2001
		No.	No.
	Authorised		
	10,000 Ordinary £1 shares	10,000	10,000
		<u>10,000</u>	<u>10,000</u>
		2002	2001
		£	£
	Allotted, called up and fully paid		
	1,000 Ordinary £1 shares	1,000	1,000
		<u>1,000</u>	<u>1,000</u>

SAFE DRIVING AUTOMOTIVE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2002**

9 Statement of movements on profit and loss account

**Profit and
loss
account
£**

Retained profit for the year	66,275
------------------------------	--------

10 Reconciliation of movements in shareholders' funds

2002

2001

£

£

Profit for the financial year	66,275	-
-------------------------------	--------	---

Opening shareholders' funds	1,000	1,000
-----------------------------	-------	-------

Closing shareholders' funds	67,275	1,000
-----------------------------	--------	-------

11 Contingent liabilities

There were no known contingent liabilities at the balance sheet date.

12 Capital commitments

There were no major capital commitments as at the balance sheet date

13 Employees

Number of employees

There were no employees during the year apart from the directors. The directors received no remuneration during the year.

14 Ultimate Controlling Party and Related Party Transactions

The director is not aware of the ultimate controlling party, transactions related thereto and any other related party transactions.