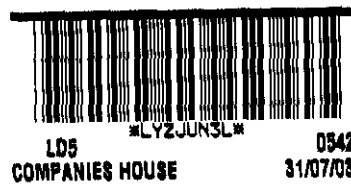


FLEX TRADING LIMITED
REPORT AND ABBREVIATED FINANCIAL STATEMENTS
31ST DECEMBER, 2001



**REPORT OF THE INDEPENDENT AUDITORS TO THE DIRECTORS OF
FLEX TRADING LIMITED
PURSUANT TO SECTION 247B COMPANIES ACT 1985**

We have examined the abbreviated financial statements set out on pages 2 and 3 together with the full financial statements for the period ended 31st December, 2001, prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of Directors and Auditors

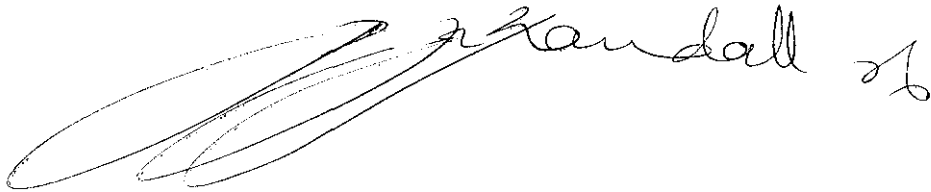
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purposes of this report does not include examining or dealing with events after the date of our report on the full 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 on pages 2 to 3 have been properly prepared in accordance with those provisions.

A large, stylized handwritten signature in dark ink, appearing to read 'P.M. Randall', is written over the signature line.

Date: 30/7/03
P.M. RANDALL & CO.
LONDON

CHARTERED ACCOUNTANTS
REGISTERED AUDITOR


FLEX TRADING LIMITED
ABBREVIATED BALANCE SHEET
31ST DECEMBER 2001

	Note	£	2001	£	£	2000	£
CURRENT ASSETS							
Debtors		-			1,015		
Bank balances		<u>13,267</u>			<u>3,485</u>		
		13,267			4,500		
CREDITORS							
Amounts falling due within one year		(16,144)			(8,535)		
NET CURRENT LIABILITIES							
				(2,877)			(4,035)
				(2,877)			(4,035)
CAPITAL AND RESERVES							
Called up share capital	2			2			2
Profit and loss account				(2,879)			(4,037)
				(2,877)			(4,035)

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

These financial statements were approved by the Board on...30th July 2003.....

Signed on behalf of the board of directors
For and on behalf of St James's Directorial
Services Limited


.....
Director

FLEX TRADING LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

31ST DECEMBER 2001

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities. A summary of the more important accounting policies is set out below:-

a) Accounting Convention

The Financial Statements have been prepared using the historical cost convention.

b) Foreign Currency Translation

Issued share capital is translated into Sterling at the rate of exchange ruling on the date of issue.

All other assets and liabilities denominated in foreign currencies are translated into Sterling at the rate of exchange ruling on the balance sheet date.

Income received and expenditure incurred in foreign currencies is translated into Sterling at the rate of exchange ruling on the date the transaction took place.

c) Turnover

Turnover, which excludes Value Added Tax and trade discounts, represents the companies share of income from overseas trading.

d) Going concern

The financial statements have been prepared on a going concern basis subject to the continuing support of the creditors.

2. SHARE CAPITAL

	Authorised 2001 & 2000	Issued and fully paid 2001 & 2000
	£	£
Ordinary shares of £1.00 each	<u>10,000</u>	<u>10,000</u>