

INTELLIGENT TOYS LIMITED

**REPORT AND
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED

31 MARCH 2003



REGISTERED NUMBER: 4173210

INTELLIGENT TOYS LIMITED
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003

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INTELLIGENT TOYS LIMITED
COMPANY INFORMATION AT 31 MARCH 2003

Directors:

Sir C M Sinclair
D N L Levy

Secretary:

J M Sanders

INTELLIGENT TOYS LIMITED

DIRECTORS' REPORT

The Directors present their annual report with the financial statements of the company for the year ended 31 March 2003.

Principal Activities

The principal activities of the company in the period under review were that of electronic toy designers.

The Directors in office in the period and their beneficial interests in the company at the balance sheet date were as follows:

		<u>Number of Shares</u>
Sir C M Sinclair	Ordinary Shares	40,000
D N L Levy	Ordinary Shares	432,000

Directors' Responsibilities

Company law requires the Directors to prepare financial statements for each financial year 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 the profit or loss of the company for that period. In preparing those financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments 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 Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

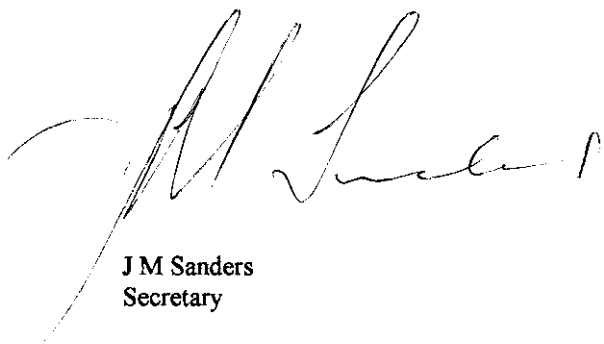
Close Company

The company is a close company, as defined by the Income and Corporation Taxes Act 1988.

INTELLIGENT TOYS LIMITED
DIRECTORS' REPORT

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

By order of the Board:

A handwritten signature in dark ink, appearing to read 'J M Sanders', is written over the printed name and title.

J M Sanders
Secretary

Date:

29.9.00

INTELLIGENT TOYS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2003

	Notes	<u>2003</u> £	<u>2002</u> £
TURNOVER	(1)	-	25,000
Research and Development		(13,378)	(70,967)
Administrative expenses		(3,597)	(5,973)
		<hr/>	<hr/>
Loss for the Financial Year		16,975	51,940
 Taxation		 -	 -
		<hr/>	<hr/>
Loss for the Financial Year		16,975	51,940
		<hr/> <hr/>	<hr/> <hr/>

The notes on page 6 form part of these financial statements

INTELLIGENT TOYS LIMITED
BALANCE SHEET AS 31 MARCH 2003

		<u>2003</u>	<u>2002</u>
	Notes	£	£
CURRENT ASSETS			
Debtors	(2)	-	824
Cash at Bank		601	334
		<hr/>	<hr/>
		601	1,158
CREDITORS			
Amounts falling due within one year	(3)	49,023	32,605
		<hr/>	<hr/>
NET CURRENT ASSETS		<u>(48,422)</u>	<u>(31,447)</u>
CAPITAL AND RESERVES			
Called up share capital	(4)	513	513
Share Premium Account		19,980	19,980
Profit and loss account	(5)	(68,915)	(51,940)
		<hr/>	<hr/>
TOTAL SHAREHOLDERS' FUNDS		<u>48,422</u>	<u>(31,447)</u>

The Directors have taken advantage of the exemption conferred by Section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985. The Directors acknowledge their responsibilities for ensuring that:

- i) the company keeps accounting records which comply with Section 221 of the Companies Act 1985;
- ii) the financial statements give a true and fair view of the state of affairs of the company as at 28 February 2001 and of its profit or loss for the period then ended in accordance with the requirements of Section 226, and otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions under Part V11 of the Companies Act 1985 relating to small companies and with the Financial Reporting Standards for Smaller Entities.

Approved by the Board of Directors on 29.4.03 and signed on its behalf by the following Director:

D N L Levy


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The notes on page 6 form part of these financial statements

INTELLIGENT TOYS LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003****1. STATEMENT OF ACCOUNTING POLICIES**

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard for Smaller Entities.

Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "cash flow statements".

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

	<u>2003</u>	<u>2002</u>
	£	£
1. DEBTORS		
Taxation	-	824
	=====	=====
	<u>2003</u>	<u>2002</u>
	£	£
2. CREDITORS		
Amounts falling due within one year		
Trade creditors		5,000
Accruals	1,800	4,050
Other creditors	47,223	23,555
	=====	=====
	<u>49,023</u>	<u>32,605</u>
	<u>2003</u>	<u>2002</u>
	£	£
3. SHARE CAPITAL		
Authorised:		
Equity interests:		
1,000,000 Ordinary Shares of £.001 each	1,000	1,000
	=====	=====
Allotted, called up and fully paid:		
Equity interests:		
513,000 Ordinary Shares of £.001 each	513	513
	=====	=====
	<u>2003</u>	<u>2002</u>
	£	£
4. PROFIT AND LOSS ACCOUNT		
Deficit at 1 April 2002	51,940	-
Deficit for the year	16,975	51,940
	=====	=====
Deficit at 31 March 2003	<u>68,915</u>	<u>51,940</u>

INTELLIGENT TOYS LIMITED

MANAGEMENT INFORMATION

FOR THE YEAR ENDED

31 MARCH 2003

INTELLIGENT TOYS LIMITED
ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 MARCH 2003

ADMINISTRATIVE EXPENSES

	<u>2003</u>	<u>2002</u>
	£	£
Legal and Trade Marks	-	2,850
Travelling Expenses	621	483
Professional Fees	2,870	2,640
Miscellaneous Expenses	106	
	<hr/>	<hr/>
	3,597	5,973
	<hr/>	<hr/>