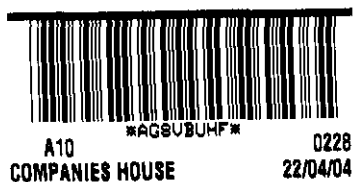


Company Registration No. 3890028 (England and Wales)

AVIO CONSULTANTS LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2003



AVIO CONSULTANTS LIMITED

COMPANY INFORMATION

Director	D C Freeman
Secretary	C P Elias
Company number	3890028
Registered office	c/o David Freeman Thomas Eggar 11th Floor, 75/76 Shoe Lane London EC4A 3JB
Accountants	Saffery Champness Lion House Red Lion Street London WC1R 4GB
Solicitors	Thomas Eggar 75/76 Shoe Lane London EC4A 3JB

AVIO CONSULTANTS LIMITED

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AVIO CONSULTANTS LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MAY 2003

The director presents his report and financial statements for the year ended 31 May 2003.

Principal activities

The principal activities of the company were trading and broking executive aircraft and aircraft parts and consultancy.

Director

The following director has held office since 1 June 2002:

D C Freeman

Director's interests

The director who held office during the year had the following interests in the shares of the company:

	Ordinary shares of £1 each	
	31 May 2003	1 June 2002
D C Freeman	1	1

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

On behalf of the board



D C Freeman

Director

19/5/04

AVIO CONSULTANTS LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MAY 2003**

		2003	2002
	Notes	£	£
Turnover		47,518	-
Cost of sales		(3,896)	(16,534)
Gross profit/(loss)		43,622	(16,534)
Administrative expenses		(37,197)	(37,781)
Operating profit/(loss)		6,425	(54,315)
Other interest receivable and similar income		12	43
Interest payable and similar charges		(19)	-
Profit/(loss) on ordinary activities before taxation		6,418	(54,272)
Tax on profit/(loss) on ordinary activities	2	-	7,545
Profit/(loss) on ordinary activities after taxation	6	6,418	(46,727)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

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

The notes on pages 4 to 5 form part of these financial statements.

AVIO CONSULTANTS LIMITED

BALANCE SHEET AS AT 31 MAY 2003

	Notes	2003 £	£	2002 £	£
Current assets					
Stocks		-		3,896	
Debtors	3	25,438		20,593	
Cash at bank and in hand		4,799		189	
		<u>30,237</u>		<u>24,678</u>	
Creditors: amounts falling due within one year	4	<u>(40,734)</u>		<u>(41,593)</u>	
Total assets less current liabilities			<u>(10,497)</u>		<u>(16,915)</u>
Capital and reserves					
Called up share capital	5		1		1
Profit and loss account	6		<u>(10,498)</u>		<u>(16,916)</u>
Shareholders' funds			<u>(10,497)</u>		<u>(16,915)</u>

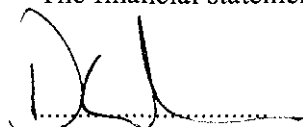
In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, 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 this Act relating to accounts, so far as applicable to the company.

These financial statements have 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 (effective June 2002).

The notes on pages 4 to 5 form part of these financial statements.

The financial statements were approved by the Board on 19/4/04



D C Freeman
Director

AVIO CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT.

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	Taxation	2003 £	2002 £
	U.K. current year taxation		
	U.K. corporation tax at 0 % (2002 - 30 %)	-	(11,376)
	Prior years		
	U.K. corporation tax	-	3,831
		<u>-</u>	<u>3,831</u>
		<u>-</u>	<u>(7,545)</u>

The company has estimated losses of £9,615 (2002 - £16,352) available for carry forward against future trading profits.

3	Debtors	2003 £	2002 £
	Other debtors	<u>25,438</u>	<u>20,593</u>

4	Creditors: amounts falling due within one year	2003 £	2002 £
	Bank loans and overdrafts	4,868	-
	Trade creditors	-	16,534
	Taxation and social security	-	1,584
	Other creditors	35,866	23,475
		<u>40,734</u>	<u>41,593</u>

AVIO CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MAY 2003

5	Share capital	2003 £	2002 £
	Authorised		
	1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

6 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 June 2002	(16,916)
Retained profit for the year	<u>6,418</u>
Balance at 31 May 2003	<u>(10,498)</u>

7 Transactions with directors

Mr D C Freeman, the director of Avio Consultants Limited, is a practising consultant with Thomas Eggar Solicitors to whom the company paid professional fees of £6,519 during the period.

8 Control

The ultimate controlling party is the company's director Mr D C Freeman.