

Registrar's copy

**FIRST LEADER (UK) LIMITED**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2002**



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**FIRST LEADER (UK) LIMITED**

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**COMPANY INFORMATION**

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<b>DIRECTORS</b>	Doctor N. Levy R. Cohen A.L. Terzakian S. Aspiotis
<b>SECRETARY</b>	David Ian Bressloff
<b>COMPANY NUMBER</b>	01941022
<b>REGISTERED OFFICE</b>	6 Bourbon Street Aylesbury Bucks
<b>ACCOUNTANTS</b>	Ramsdens Accountants Limited Chartered Accountants 6 Bourbon Street Aylesbury Bucks HP20 2RR

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**FIRST LEADER (UK) LIMITED**

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**FIRST LEADER (UK) LIMITED**

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**DIRECTORS' REPORT**  
**For the year ended 31 December 2002**

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The directors present their report and the financial statements for the year ended 31 December 2002.

**PRINCIPAL ACTIVITIES**

The company's principal activity was the provision of agency services

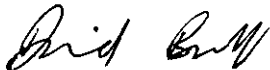
**DIRECTORS**

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary shares of £1 each	
	<u>31/12/02</u>	<u>1/1/02</u>
Doctor N. Levy	-	-
R. Cohen	-	-
A.L. Terzakian	-	-
S. Aspiotis	-	-

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

This report was approved by the board on 15 July 2003 and signed on its behalf.



**David Ian Bressloff**  
Secretary

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**FIRST LEADER (UK) LIMITED**

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**ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE  
UNAUDITED FINANCIAL STATEMENTS OF FIRST LEADER (UK) LIMITED**

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As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2002 set out on pages 3 to 8 and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records of the company and from information and explanations supplied to us.

*Ramsdens*

**Ramsdens Accountants Limited**

Chartered Accountants

6 Bourbon Street  
Aylesbury  
Bucks  
HP20 2RR

15 July 2003

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**FIRST LEADER (UK) LIMITED**

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**PROFIT AND LOSS ACCOUNT**  
**For the year ended 31 December 2002**

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	Note	Year Ended 31 December 2002 £	Year Ended 31 December 2001 £
<b>TURNOVER</b>	1	758,207	875,290
Cost of sales		(97,717)	(178,157)
<b>GROSS PROFIT</b>		<u>660,490</u>	<u>697,133</u>
Administrative expenses		(589,239)	(598,280)
<b>OPERATING PROFIT</b>	2	<u>71,251</u>	<u>98,853</u>
<b>EXCEPTIONAL ITEMS</b>	4		
Net profit on sale of tangible fixed assets		14,500	-
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST</b>		<u>85,751</u>	<u>98,853</u>
Interest payable		(1,507)	(1,599)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u>84,244</u>	<u>97,254</u>
<b>TAX ON PROFIT ON ORDINARY ACTIVITIES</b>	5	(27,011)	(36,687)
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		<u>£ 57,233</u>	<u>£ 60,567</u>

The notes on pages 5 to 8 form part of these financial statements.

**FIRST LEADER (UK) LIMITED**

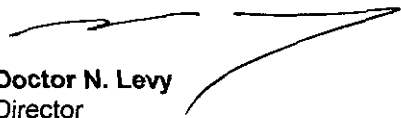
**BALANCE SHEET**  
As at 31 December 2002

	Note	2002		2001	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible fixed assets	6		64,972		84,773
<b>CURRENT ASSETS</b>					
Debtors	7	149,648		139,376	
Cash at bank		35,327		15,463	
		<u>184,975</u>		<u>154,839</u>	
<b>CREDITORS: amounts falling due within one year</b>	8	<u>(56,011)</u>		<u>(101,243)</u>	
<b>NET CURRENT ASSETS</b>			<u>128,964</u>		<u>53,596</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>193,936</u>		<u>138,369</u>
<b>CREDITORS: amounts falling due after more than one year</b>	9		-		(1,666)
<b>NET ASSETS</b>			<u>£ 193,936</u>		<u>£ 136,703</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		100		100
Profit and loss account	11		193,836		136,603
<b>SHAREHOLDERS' FUNDS</b>			<u>£ 193,936</u>		<u>£ 136,703</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2002 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on 15 July 2003 and signed on its behalf.

  
Doctor N. Levy  
Director

The notes on pages 5 to 8 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 December 2002

**1. ACCOUNTING POLICIES**

**1.1 Basis of preparation of financial statements**

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).

**1.2 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 the Financial Reporting Standard for Smaller Entities (effective June 2002).

**1.3 Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

**1.4 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold land and buildings	-	20%	straight line
Motor vehicles	-	25%	straight line
Fixtures and fittings	-	25%	straight line
Computer equipment	-	100%	straight line

**2. OPERATING PROFIT**

The operating profit is stated after charging:

	Year Ended 31 December 2002 £	Year Ended 31 December 2001 £
Depreciation of tangible fixed assets:		
- owned by the company	25,381	33,399
Auditors' remuneration	9,000	9,000
	<u>          </u>	<u>          </u>

**3. DIRECTORS' REMUNERATION**

	Year Ended 31 December 2002 £	Year Ended 31 December 2001 £
Aggregate emoluments	£ 56,951	£ 57,508
	<u>          </u>	<u>          </u>



**FIRST LEADER (UK) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 December 2002

**4. EXCEPTIONAL ITEMS**

	Year Ended 31 December 2002 £	Year Ended 31 December 2001 £
Profit on Sale of Fixed Asset	£ 14,500	£ -

**5. TAXATION**

	Year Ended 31 December 2002 £	Year Ended 31 December 2001 £
UK corporation tax on profits of the year	£ 27,011	£ 36,687

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK.

There were no factors that may affect future tax charges.

**6. TANGIBLE FIXED ASSETS**

	Leasehold Improvements £	Motor Vehicles £	Fixtures, fittings and equipment £	Total £
<b>Cost</b>				
At 1 January 2002	69,303	126,292	53,873	249,468
Additions	-	22,700	250	22,950
Disposals	-	(78,890)	-	(78,890)
At 31 December 2002	<u>69,303</u>	<u>70,102</u>	<u>54,123</u>	<u>193,528</u>
<b>Depreciation</b>				
At 1 January 2002	13,860	108,922	41,913	164,695
Charge for the year	13,860	5,675	5,846	25,381
On disposals	-	(61,520)	-	(61,520)
At 31 December 2002	<u>27,720</u>	<u>53,077</u>	<u>47,759</u>	<u>128,556</u>
<b>Net book value</b>				
At 31 December 2002	<u>£ 41,583</u>	<u>£ 17,025</u>	<u>£ 6,364</u>	<u>£ 64,972</u>
At 31 December 2001	<u>£ 55,443</u>	<u>£ 17,370</u>	<u>£ 11,960</u>	<u>£ 84,773</u>

**FIRST LEADER (UK) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 December 2002

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2002 £	2001 £
Motor Vehicles	£ -	£ 17,370
	<u>          </u>	<u>          </u>

**7. DEBTORS**

	2002 £	2001 £
<b>Due within one year</b>		
Other debtors	£ 149,648	£ 139,376
	<u>          </u>	<u>          </u>

Included within other debtors due within one year is a loan to Dr. N. Levy, a director, amounting to £36,906 (2001 - £39,848). The maximum amount outstanding during the year was £36,906.

**8. CREDITORS:**

**Amounts falling due within one year**

	2002 £	2001 £
Bank loans and overdrafts	-	29,380
Net obligations under finance leases and hire purchase contracts	1,667	6,668
Trade creditors	2,387	1,860
Corporation tax	27,011	36,688
Social security and other taxes	9,595	8,239
Other creditors	15,351	18,408
	<u>          </u>	<u>          </u>
	£ 56,011	£ 101,243
	<u>          </u>	<u>          </u>

**9. CREDITORS:**

**Amounts falling due after more than one year**

	2002 £	2001 £
Net obligations under finance leases and hire purchase contracts	£ -	£ 1,666
	<u>          </u>	<u>          </u>

**10. SHARE CAPITAL**

	2002 £	2001 £
<b>Authorised, allotted, called up and fully paid</b>		
100 Ordinary shares of £1 each	£ 100	£ 100
	<u>          </u>	<u>          </u>

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**FIRST LEADER (UK) LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 December 2002**

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**11. RESERVES**

<b>Profit and loss account</b>	<b>£</b>
At 1 January 2002	<b>136,603</b>
Profit retained for the year	<b>57,233</b>
	<hr/>
At 31 December 2002	<b>£ 193,836</b>
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**12. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY**

The company is a subsidiary of First Leader SA, a company incorporated in Panama.