

# GROUP PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 SEPTEMBER 2002

	Note	2002 £	2001 £
<b>TURNOVER</b>	2	502,697	62,447
Cost of sales		(262,840)	(8,982)
Gross profit		239,857	53,465
Administrative expenses		(875,575)	(489,921)
<b>OPERATING LOSS</b>	3	(635,718)	(436,456)
Interest receivable		13,304	8,291
Interest payable	5	(42,193)	(95,427)
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(664,607)	(523,592)
Taxation	6	61,748	-
<b>LOSS ON ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS</b>		(602,859)	(523,592)
Dividends		-	-
<b>Loss retained for the year</b>	17,18	(602,859)	(523,592)
<b>Earnings per share</b>	7	Pence	Pence
Basic and diluted loss per share		4.0	4.3

There are no recognised gains or losses other than the loss for the year and the prior year. All amounts relate to continuing operations during each year.

The reconciliation of movement in shareholders' funds can be found in note 18.