

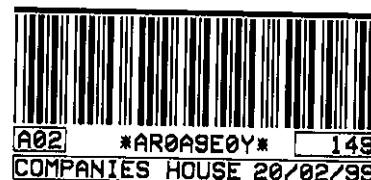
PADDLE STEAMER KINGSWEAR CASTLE TRUST LIMITEDBalance Sheet as at 30 April 1998

<u>1997</u>		<u>Note</u>	<u>£</u>	<u>£</u>
	<u>FIXED ASSETS</u>			
140,000	Tangible Assets	2		140,000
	<u>CURRENT ASSETS</u>			
51,837	Due From Associated Company		21,022	
68,968	Cash at Bank		58,194	
<u>120,805</u>			<u>£ 79,216</u>	
	<u>LESS CURRENT LIABILITIES</u>			
165	Sundry Creditors—Amounts Falling Due Within One Year		175	
<u>260,640</u>				<u>79,041</u>
				<u>£219,041</u>
	<u>FINANCED BY</u>			
	<u>Share Capital</u>			
100	Authorised		100	
57	Issued and Fully Paid			57
	<u>Reserves</u>			
138,848	Capital Reserve			138,848
	Revenue Reserve:-			
121,735	Profit and Loss Account Balance			80,136
<u>260,640</u>				<u>£219,041</u>

The Directors statement on page 1 (cont) form an integral part of this Balance Sheet.

These accounts were approved by the Directors on 17 January 1999.

  
S ELLERMAN  
Finance Director



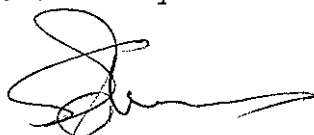
PADDLE STEAMER KINGSWEAR CASTLE TRUST LIMITED

cont Balance Sheet as at 30 April 1998

The notes on page 3 form part of these accounts.

The Directors have taken advantage of s.249A(I) of the Companies Act 1985 in not having these accounts audited, and confirm that no notice from members requesting an audit under s.249(B)(2) of the Companies Act 1985 has been deposited. They acknowledge their responsibilities that the company keep accounting records which comply with s.221 of the Companies Act 1985, and also their responsibilities for preparing accounts which give a true and fair view of the company as at 30 April 1998 and of its result for the year ended on that date, in accordance with s.226, and which comply otherwise with the requirements of that Act relating to accounts so far as they are applicable to the company. They acknowledge also that they have taken advantage of the exemptions conferred by s.246 and s.A of part III of sch.8 of the Companies Act 1985 on the basis that the company qualifies as a small company.

The accounts were approved by the Directors on 17 January 1999 and were signed on its behalf by:-

A handwritten signature in dark ink, appearing to be 'S. Ellerman', written in a cursive style.

S ELLERMAN  
Finance Director

**Paddle Steamer Kingswear Castle Trust Ltd.**  
**Notes to the Accounts for the year ended 30th April 1998**

Page 3

**1. Accounting policies**

The following accounting policies have been used consistently in dealing with items which are considered to be material in relation to the Company's accounts:-

**a) Basis of Accounting**

These accounts have been prepared under the historical cost accounting rules. No goods are exported.

**b) Depreciation**

depreciation has not been provided (see Fixed Assets).

**2. Fixed Assets**

The Directors are of the opinion that the current market value of the vessel is at least that capitalised and hence no depreciation has been provided. The hull value being estimated at £140,000 and is insured for that amount.

**3. Creditors**

All the creditors are payable within the year.

**4. Share Capital**

	<u>Authorised</u>		<u>Allotted Called Up Paid</u>	
	<u>No.</u>	<u>£</u>	<u>No.</u>	<u>£</u>
Ordinary Shares of £1 each	100	100	57	57

**5. Cash flow statement**

The company has taken advantage of s.246 to s.249 of the Companies Act 1985 in deciding not to prepare a cash flow statement.

**6. Contingent Liabilities and Capital Commitments**

The Directors report that there were none at the year end.

**7. Inter Company Relationships**

The Company and its associated company, Paddle Steamer Kingswear Castle Trust Trading Limited, are both related to the running of the vessel and have no other function and, therefore, must be considered together.