
AUDITORS' REPORT TO THE SHAREHOLDERS OF
BUYRACE LIMITED

We have audited the financial statements attached, which have been prepared under the historical cost convention and the accounting policies set out attached.

Respective responsibilities of directors and auditors

As described on page 3, the Company's Directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the accounts and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the Company's affairs as at 30 November 1994 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to "small" companies.

KIRK-BELL & COMPANY

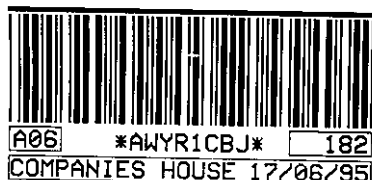
Chartered Accountants

and

"Registered Auditors" under the Companies Act 1989 Section 25

Tanyard House
Cuckfield
Haywards Heath
Sussex

31 March 1995



DIRECTORS' RESPONSIBILITY FOR THE ACCOUNTS

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

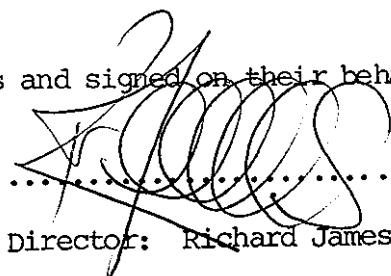
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

BALANCE SHEET AT 30 NOVEMBER

		1994	1993
	£	£	£
FIXED ASSETS			
Tangible Assets	3	640,000	700,000
CURRENT ASSETS			
Bank Balance		149	74
Amount Receivable		-	9,350
		<u>149</u>	<u>9,424</u>
LESS CREDITORS			
due within one year	4	208,314	202,870
		<u></u>	<u></u>
NET CURRENT ASSETS (LIABILITIES)		(208,165)	(193,446)
		<u></u>	<u></u>
TOTAL ASSETS LESS CURRENT LIABILITIES		491,835	506,554
		<u></u>	<u></u>
LESS CREDITORS			
due after more than one year 5		29,488	41,354
		<u></u>	<u></u>
NET ASSETS		£402,347	£465,200
		<u><u></u></u>	<u><u></u></u>
CAPITAL AND RESERVES			
Called Up Share Capital	6	100	100
Profit & Loss Account		34,927	37,780
Revaluation Reserve		367,320	427,320
		<u></u>	<u></u>
		£402,347	£465,200
		<u><u></u></u>	<u><u></u></u>

The Directors have relied on the exemptions granted by Sections 246-247 and Schedule 8, Part 1, Paragraph 9, Companies Act 1985 and they have done so on the grounds that the Company is entitled to the benefit of the exemptions as a Small Company.

Approved by the Board of Directors and signed on their behalf by:

.....

 Director: Richard James Ferris

31 March 1995

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30 NOVEMBER 1994

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Tangible Fixed Assets

No depreciation has been provided on freehold buildings.

It is the opinion of the Directors that the value of the land element, and having regard to the residual value of the buildings based on values prevailing at the date of the Balance Sheet, that any depreciation of such properties would be immaterial. Land and buildings were revalued December 1993 by a firm of surveyors on the basis of open market value.

Cash Flow Statement

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from producing a cash flow statement on the grounds that it is a small company.

2. OPERATING PROFIT (LOSS)

The operating profit (1993 - profit) is stated after charging:

	1994	1993
	£	£
Auditors remuneration	400	433
	—	—

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30 NOVEMBER 1994

3. TANGIBLE FIXED ASSETS

Freehold Land and Buildings
known as Anstye Cross Service Station

	£
Cost or Valuation	
At 30 November 1993	700,000
Additions	-
Disposals	-
Revaluation	(60,000)
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At 30 November 1994	640,000
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Cost	272,680
Valuation - 1994	367,320
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	640,000
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Depreciation	
At 30 November 1993	-
Charge for the Year	-
On disposals	-
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At 30 November 1994	-
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Net Book Value	
At 30 November 1994	640,000
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Cost of Freehold Property	172,680
Cost of Development	100,000
Revaluation	367,320
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	£640,000
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NOTES TO THE ACCOUNTS
FOR THE YEAR 30 NOVEMBER

	1994	1993
	£	£
4. CREDITORS		
Amounts falling due within one year:		
Trade Creditors	1,572	8,291
Other Creditors	186,799	175,621
Trade Loan	11,861	10,876
Directors' Loan Accounts	8,082	8,082
	<hr/>	<hr/>
	£208,314	£202,870
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5. CREDITORS		
Amounts falling due after more than one year:		
Trade Loan	£ 29,488	£ 41,354
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6. CALLED UP SHARE CAPITAL		
Authorised, Allotted, issued and fully paid		
100 ordinary shares of £1 each	£100	
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