

REDHILL AERODROME VENTURES LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1998

Registered No. 02634192

Critchleys
Chartered Accountants
Oxford

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REDHILL AERODROME VENTURES LIMITED
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**AUDITORS' REPORT TO THE MEMBERS OF
REDHILL AERODROME VENTURES LIMITED
UNDER SECTION 247B TO THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.


Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.

Oxford
1 June 1999


Critchleys
Chartered Accountants
Registered Auditors

REDHILL AERODROME VENTURES LIMITED

ABBREVIATED BALANCE SHEET

AT 31 DECEMBER 1998

	Note	£	1998	£	£	1997	£
FIXED ASSETS							
Investments	2			5,603,323			5,603,323
CURRENT ASSETS							
Debtors due within one year			198,972			19,311	
Debtors due after one year			591,107			524,776	
Cash at bank and in hand			397,066			302,070	
			<u>1,187,145</u>			<u>846,157</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			<u>(1,250,385)</u>			<u>(893,201)</u>	
NET CURRENT LIABILITIES				(63,240)			(47,044)
TOTAL ASSETS LESS CURRENT LIABILITIES				<u>5,540,083</u>			<u>5,556,279</u>
CAPITAL AND RESERVES							
Called up share capital	3			5,750,000			5,750,000
Profit and loss account - (deficit)				<u>(209,917)</u>			<u>(193,721)</u>
TOTAL EQUITY SHAREHOLDERS' FUNDS				<u>5,540,083</u>			<u>5,556,279</u>

Advantage has been taken in the preparation of these accounts of the special exemptions applicable to small companies under Part VII of Schedule 8 to the Companies Act 1985. In the opinion of the directors, the company is entitled to these exemptions on the grounds that it has met the qualifications for a small company specified in sections 246 and 247 of the Companies Act 1985.

These financial statements were approved by the Board of Directors on 25 May 1999 and signed on its behalf.

M J C STONE

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) DIRECTORS
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A A C GODSAL

REDHILL AERODROME VENTURES LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 1998**

1 ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Investments

Investments held as fixed assets are stated at cost less provision for permanent diminution in value.

Group accounts

The company has taken advantage of the exemption granted under Section 248 of the Companies Act 1985 not to prepare group accounts for statutory filing purposes, as, in the directors opinion, the group qualifies as a small group. Accordingly these financial statements present information about the company as an individual undertaking and not about its group.

2 INVESTMENTS HELD AS FIXED ASSETS

On 31 July 1991, the company acquired 100% of the issued £1 ordinary share capital of Redhill Aerodrome Limited, a company registered in England and Wales.

On 17 January 1995, the company acquired 100% of the issued £1 ordinary share capital of Redhill Aerodrome Properties Limited, a company registered in England and Wales

	1998 £	1997 £
Purchase consideration and related acquisition expenses	<u>5,603,323</u>	<u>5,603,323</u>

Further details on the subsidiary companies are shown in note 4.

3 CALLED UP SHARE CAPITAL

	1998 £	1997 £
Authorised:		
5,750,000 ordinary shares of £1 each	<u>5,750,000</u>	<u>5,750,000</u>
Allotted and fully paid:		
5,750,000 ordinary shares of £1 each	<u>5,750,000</u>	<u>5,750,000</u>

REDHILL AERODROME VENTURES LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 1998****4 ADDITIONAL INFORMATION ON SUBSIDIARIES**

Redhill Aerodrome Limited is a wholly owned subsidiary of Redhill Aerodrome Ventures Limited.

The aggregate of the share capital and reserves of Redhill Aerodrome Limited at 31 December 1998 was £4,115,154 (1997 £4,136,517). The subsidiary company's loss for the year ended 31 December 1998 amounted to £21,363 (1997 loss £14,948).

Redhill Aerodrome Properties Limited is a wholly owned subsidiary of Redhill Aerodrome Ventures Limited. The subsidiary company's profit for the year ended 31 December 1998 amounted to £287,850 (1997: £266,451). The aggregate share of capital and reserves at 31 December 1998 was £1,036,545 (1997: £748,695).

Redhill Flying Club Limited is a wholly owned subsidiary of Redhill Aerodrome Limited and is registered in England and Wales. The company did not trade during the year. The aggregate of its share capital and reserves as at 31 December 1997 and 31 December 1998 was £2,252.