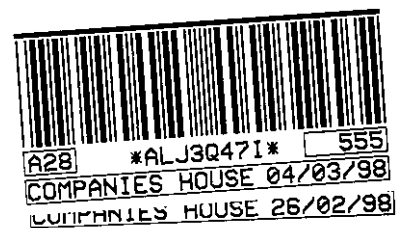


2790534

COASTAL SERVICES LIMITED

Financial Statements
for the period ended 30th April 1997



COASTAL SERVICES LIMITED

Company Information

Company no. 2790534

Registered office.....The White Hart Hotel,
10 Foundry Square,
Hayle,
Cornwall,
TR27 4HQ

Directors.....Mr.M.Bows

Secretary at 30/4/1996.....Mr.T.J.Maddern (died 27th January
1997)

Replaced by.....Mrs.E.A.Maddern (acting in capacity
of administrator to state of
Mr.T.J.Maddern)

Solicitors.....Messrs.Hancock & Lawrence
The Great Office, Helston, Cornwall

COASTAL SERVICES LIMITED

Director's Report

for the period ended 30th April 1997

The directors submit their report together with the audited financial statements for the period ended 5th April 1996.

Principal Activity

The fish farm was not recommenced after 4/10/95 and the company turned to the care facility operation with a view to commencing this facility as soon as possible. Fish farming will restart upon a change in the business environment.

Significant Changes in Fixed Assets

The movements in Fixed Assets during the year are set out in the attached Financial Statements.

Results and Dividends

The results for the year are set out in the attached Financial Statements. The Directors do not recommend the payment of a Dividend for the year.

Directors and their Interests

The directors who served during this period and their interests, together with the interests of their families, in the share capital of the company were as follows:

<u>Ordinary shares</u>	30th April 1997	5th April 1996
Mr.M.Bows	1	1

Political and Charitable Contributions

There were no political or charitable contributions during this period,

Cashflow Statement

In the opinion of the directors the company qualifies as a small company and as such no cashflow statement has been prepared.

COASTAL SERVICES LIMITED

Directors' Report

for the Period ended 30th April 1997

Directors' Statement

Company law requires the directors to prepare financial statements for each financial year which gives a true and fair view of the state of the company's affairs and of the loss for that period. In preparing those financial statements the directors are required to : -

Select suitable accounting policies and then apply them consistently;

Make judgments and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;

Prepare the financial statements 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 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.

COASTAL SERVICES LIMITED

Directors' Report

For the Period ended 30th April 1997

Review of the Business

The company has completed the establishment phase of the fish farm but due to a mechanical fault all fish died and fish breeding and production will have to be recommenced in the near future. It is also still researching the establishment of a care facility.

Events Since the end of the Year

There have been no significant events since the end of the year.


Auditors - see exemption statement

Exception Statement

Advantage has been taken, in the preparation of these financial statements, of the special exemptions applicable to small companies under the Companies Act 1985, and that the directors in preparing these accounts have relied upon the exemptions of individual accounts provided by section 246 (or schedule 8 para.23) and that the company is entitled to those exemptions as a small company.

For the year ended 30th April 1996 the company was entitled to the exemption under Sub-Section (1) of Section 249A of the Companies Act 1985.

By Order of the Board:


.....M. Bows
Director

Date...25/2/98.....

COASTAL SERVICES LIMITED

Profit and loss account

for the Period ended 30th April 1997

	Notes	1997 £	1996 £
Turnover	2	NIL	1,930
Cost of sales		NIL	(12,928)
Gross Profit		NIL	(10,998)
Net operating expences		NIL	(7,562)
Operating Profit/Loss		NIL	(18,560)
Profit/Loss for the financial year		NIL	(18,560)

All amounts relate to continuing activities.

COASTAL SERVICES LIMITED

Balance Sheet

as at 30th April 1997

	1997 £
Fixed Assets	
Tangible fixed assets	117,064
Current Assets	
Stock	NIL
Debtors	NIL
Cash in bank & in-hand	84
Creditors:	
Amounts falling due within one year	<u>125,402</u>
Net Current Liabilities	(125,318)
Total Assets Less Current Liabilities	<u>(7,023)</u>
Capital and Reserves	
Share capital	100
Profit and loss account	<u>-</u> <u>100</u>

These accounts were approved by the board on...31/5/97.....

The directors have:-

- taken advantage of the Companies Act 1985 in not having these accounts audited under section 249A(1) (total exemption)
- confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985
- acknowledged their responsibilities for preparing accounts which give a true and fair view of the company and of its profit/loss (whichever is applicable) for the year then ended in accordance with the requirements of this Act relating to accounts, so far as applicable to this company.
- taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985 and
- in their opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

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COASTAL SERVICES LIMITED

Notes to the Financial Statements

30th April 1997

1. Principal Accounting Policies

Accounting Convention

The financial Statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention except that freehold properties are shown at their revalued amounts.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost of all tangible fixed assets other than freehold land over their useful life by the straight line reducing method. The annual rates generally applicable are:

Freehold properties	NIL
Plant and machinery	10%
Improvements to Freehold property	NIL

Stocks - NIL

2. Turnover

The turnover and operating profit/loss for the year was derived from the company's principal activities carried out primarily in the UK.

COASTAL SERVICES LIMITED

Detailed Profit and Loss Account
for the Period ended 30th April 1997

	1997 £	1996 £
Turnover	NIL	1,930
Cost of sales	NIL	<u>12,928</u>
Gross profit/(loss)	NIL	<u>(10,998)</u>
Less expences		
Administrative & other costs:-		
Heat, light & power	-	68
Postage, stationary & advertising	-	2,266
Repairs & renewals	-	579
Telephone	-	4
Insurances	-	175
Sundry expences	-	106
Auditors' remuneration	-	-
Legal & professional charges	-	3,413
Bank charges & interest	-	235
Depreciation	-	1,231
Less Vat repayments	-	<u>(668)</u>
	-	<u>7,562</u>
	-	7,562
Trading Profit/(loss)	NIL	<u>(18,560)</u>
Profit/loss for the year	NIL	<u>(18,560)</u>