

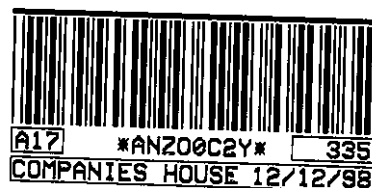
229.  
REGISTERED NUMBER: 2921285 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH APRIL 1998

FOR

SBS TRADING COMPANY LIMITED



**SBS TRADING COMPANY LIMITED**

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**FOR THE YEAR ENDED 30TH APRIL 1998**

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**SBS TRADING COMPANY LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 30TH APRIL 1998**

**DIRECTORS:**

R T Gibson  
Mrs H L G Gibson  
I Illenko  
T L Norman

**SECRETARY:**

Volaw Trust & Corporate Services Limited

**REGISTERED OFFICE:**

190 Strand  
LONDON  
WC2R 1JN

**REGISTERED NUMBER:**

2921285 (England and Wales)

**AUDITORS:**

Sterling Milne  
Chartered Accountants  
& Registered Auditors  
Dartel House  
39 - 41 High Street  
HORLEY, Surrey  
RH6 7JL

**BANKERS:**

The Royal Bank of Scotland plc

**SBS TRADING COMPANY LIMITED**

**REPORT OF THE AUDITORS TO**  
**SBS TRADING COMPANY LIMITED**  
**UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 30th April 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 consider 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 did 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 three to five are properly prepared in accordance with those provisions.

**Other information**

On 8th December 1998 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 30th April 1998 prepared under Section 226 of the Companies Act 1985, and our report included the following paragraph:

**"Going concern**

In forming our opinion, we have considered the adequacy of the disclosure made in Note 1 of the financial statements concerning whether the company can be considered a going concern. In view of the significance of the uncertainty we consider that it should be drawn to your attention but our opinion is not qualified in this respect."



Sterling Milne  
Chartered Accountants  
& Registered Auditors  
Dartel House  
39 - 41 High Street  
HORLEY, Surrey  
RH6 7JL

Dated: 8th December 1998

**SBS TRADING COMPANY LIMITED****ABBREVIATED BALANCE SHEET**  
**30TH APRIL 1998**

		1998		1997	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	2		10,102		-
Investments	3		148,146		241,118
			<u>158,248</u>		<u>241,118</u>
<b>CURRENT ASSETS:</b>					
Debtors		172,763		1,610,382	
Cash at bank		826,663		222,983	
		<u>999,426</u>		<u>1,833,365</u>	
<b>CREDITORS: Amounts falling due within one year</b>		<u>1,141,070</u>		<u>2,008,470</u>	
<b>NET CURRENT LIABILITIES:</b>			<u>(141,644)</u>		<u>(175,105)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			<u>16,604</u>		<u>66,013</u>
<b>CREDITORS: Amounts falling due after more than one year</b>			<u>11,665</u>		<u>64,116</u>
			<u><u>£4,939</u></u>		<u><u>£1,897</u></u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	4		1		1
Profit and loss account			4,938		1,896
Shareholders' funds			<u><u>£4,939</u></u>		<u><u>£1,897</u></u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**ON BEHALF OF THE BOARD:**

.....  
T L Norman - DIRECTOR

Approved by the Board on ...24.11.98.....

The notes form part of these financial statements

**SBS TRADING COMPANY LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH APRIL 1998**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

Notwithstanding the net current liabilities of £141,644, the accounts have been prepared on a going concern basis. This is because the directors are of the opinion that the company has adequate working capital to cover its foreseeable requirements for the next 12 months. If the going concern basis were not appropriate, adjustments would have to be made to reduce the value of assets to their recoverable amount, to provide for any further liabilities that might arise, and reclassify fixed assets as current assets and long term liabilities as current liabilities.

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Financial Reporting Standard Number 1**

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc                      - 25% on reducing balance

**Deferred taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**2. TANGIBLE FIXED ASSETS**

	<b>Total</b>
	<hr/> £
<b>COST:</b>	
Additions	<b>13,470</b>
At 30th April 1998	<hr/> <b>13,470</b> <hr/>
<b>DEPRECIATION:</b>	
Charge for year	<b>3,368</b>
At 30th April 1998	<hr/> <b>3,368</b> <hr/>
<b>NET BOOK VALUE:</b>	
At 30th April 1998	<hr/> <b>10,102</b> <hr/>

**SBS TRADING COMPANY LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH APRIL 1998**

**3. FIXED ASSET INVESTMENTS**

	£
<b>COST:</b>	
At 1st May 1997	241,118
Disposals	(92,972)
	<hr/>
At 30th April 1998	148,146
	<hr/>
<b>NET BOOK VALUE:</b>	
At 30th April 1998	148,146
	<hr/>
	<hr/>
At 30th April 1997	241,118
	<hr/>

**4. CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	1998	1997
			£	£
10,000	Ordinary	£1.00	10,000	10,000
			<hr/>	<hr/>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	1998	1997
			£	£
1	Ordinary	£1.00	1	1
			<hr/>	<hr/>

**5. ULTIMATE PARENT COMPANY**

The company's ultimate parent undertaking is Nominal Limited, a company incorporated in Jersey.

**6. TRANSACTIONS WITH DIRECTORS**

The accounts contain consultancy fees payable to I Ilenko amounting to £100,000. These fees are in respect of services performed for the company whilst outside of the United Kingdom.

**7. RELATED PARTY DISCLOSURES**

The company has traded with the following companies, in which I Ilenko is related as a shareholder and/or director. The transactions have been entered into under normal trading conditions.

Related Party	Net Sales to £	Net Purchases from £	Creditor at 30/04/98 £	Debtor at 30/04/98 £
Joat Limited	-	-	-	172,763
Strifor Limited	1,973,944	2,503,396	228,622	-
	<hr/>	<hr/>	<hr/>	<hr/>
	1,973,944	2,503,396	228,622	172,763
	<hr/>	<hr/>	<hr/>	<hr/>

Included in creditors is a loan from Joat Limited of £64,116 (1997 £242,542). This loan is unsecured and is interest free.