

FAREWEST LIMITED
(COMPANY NO : 03022613)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1998



PETER BRADLEY & ASSOCIATES
CHARTERED ACCOUNTANTS

FAREWEST LIMITED

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FAREWEST LIMITED

YEAR ENDED 31ST MARCH 1998

DIRECTORS	:	MR. P THWAITES
	:	MR. D FUSSELL
SECRETARY	:	MR. S BYRNE
REGISTERED ADDRESS	:	280 MERTON ROAD LONDON SW18 5JN
REGISTRATION NUMBER	:	03022613
AUDITORS	:	PETER BRADLEY & ASSOCIATES 82 PARKWAY LONDON NW1 7AN

FAREWEST LIMITED
DIRECTORS' REPORT

The directors present their report together with the financial statements of the company for the year ended 31st March 1998.

ACTIVITY

The principal activity of the company in the year under review was that of a property investment company.

REVIEW OF BUSINESS

A summary of the results of the period's trading is given on page 6 of the financial statements. The directors consider the state of affairs of the company to be satisfactory.

DIVIDENDS

The directors do not recommend the payment of a dividend for the period under review.

DIRECTORS

The directors who served during the period and their beneficial interests in the Share Capital of the company were as follows :-

	31.3.1998 Ordinary Shares of £1 Each	31.3.1997 Ordinary Shares of £1 Each
Mr. P Thwaites	35	25
Mr. D Fussell	35	25


FIXED ASSETS

Movements of fixed assets during the period are recorded in note 3 to the financial statements.

CLOSED COMPANY

The company is a 'Closed Company' within the meaning of the Income and Corporation Taxes Act 1988.

By the Order of The Board



Mr. S Byrne
Secretary

15th December 1998

AUDITORS' REPORT TO THE SHAREHOLDERS OF
FAREWEST LIMITED

We have audited the financial statements on pages 6 to 9 which we have been prepared under the historical cost convention and the accounting policies set out on page 8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 10 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

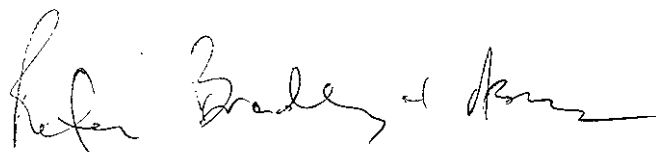
BASIS OF OPINION

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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 explanation which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements 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 financial statements.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affair as at 31st March 1998 and of its results for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



PETER BRADLEY & ASSOCIATES
REGISTERED AUDITORS

82 PARKWAY
REGENTS PARK
LONDON NW1 7AN

Date : 15th December 1998

FAREWEST LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 1998

	Notes	1998 £	1997 £
Turnover		58,663	20,176
Expenses		<u>(22,431)</u>	<u>(20,722)</u>
Operating profit/(Loss)		36,232	(546)
Interest received		53	71
Interest Payable	6	<u>(22,322)</u>	<u>(5,979)</u>
Profit/(Loss) on Ordinary Activities before Taxation	7	13,963	(6,454)
Gain on sale of investment property		12,701	
Taxation	8	<u>(4,013)</u>	<u>-</u>
Profit/(Loss) on Ordinary Activities after Taxation		22,651	(6,454)
Balance brought forward		<u>(6,908)</u>	<u>(454)</u>
Profit/(Loss) carried forward		<u>£ 15,743</u>	<u>£ (6,908)</u>

The accompanying notes form part of these financial statements.

FAREWEST LIMITED
BALANCE SHEET AS AT 31ST MARCH 1998

	Notes	1998 £	1997 £
<u>FIXED ASSETS</u>			
Tangible Investments	3	363,221 100	260,921 100
		363,321	261,021
<u>CURRENT ASSETS</u>			
Cash at bank		103	8,188
Debtors	4	11,667	2,570
		11,770	10,758
<u>CREDITORS</u>			
Amounts falling due within one year	5	(182,068)	(155,903)
Net Current Liabilities		(170,298)	(145,145)
		193,023	115,876
<u>CREDITORS</u> Due after more than one year		(177,070)	(122,574)
		<u>£ 15,953</u>	<u>£ (6,698)</u>
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	2	210	210
Profit and Loss Account		15,743	(6,908)
		<u>£ 15,953</u>	<u>£ (6,698)</u>

On behalf of the Board



PETER THWAITES
DIRECTOR

15th December 1998

FAREWEST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1998

1. ACCOUNTING POLICIES

- a. The accounts have been prepared under the historical cost convention.
- b. Investment Properties (Freehold)

Investment properties are included in the accounts at cost. This is in accordance with statement of Standard Accounting Practice No.19. as in the opinion of the Directors, annual revaluation of Investment property would involved expense out of proportion to the benefits to be derived by the members.

- c. Depreciation:

Depreciaton has been calculated to write off the cost of tangible fixed assets over their expected useful economic lives at the following rate based on cost: -25%

Motor vehicle

2. CALLED UP SHARED CAPITAL

	Authorised		Allotted, Called Up and Fully Paid	
	1998	1997	1998	1997
	£	£	£	£
Ordinary Shares of £1 each	1,000	1,000	210	210

3. TANGIBLE FIXED ASSETS

	Investment Properties	Motor vehicle	TOTAL
	£	£	£
Cost			
At 1.4.1997	260,921	-	260,921
Additions	118,140	1,500	119,640
Disposal	(16,965)	-	(16,965)
At 31.3.1998	<u>£ 362,096</u>	<u>£ 1,500</u>	<u>£ 363,596</u>
Depreciation 1.4.1997	-	-	-
Provision for the year	-	375	375
At 31.3.1998	<u>£ -</u>	<u>£ 375</u>	<u>£ 375</u>
Net Book Values			
As at 31.3.1998	<u>£ 362,096</u>	<u>£ 1,125</u>	<u>£ 363,221</u>
As at 31.3.1997	<u>£ 260,921</u>	<u>-</u>	<u>£ 260,921</u>

4. DEBTORS

	1998	1997
	£	£
Amounts owed to Related Company	6,233	-
Other debtors	210	2,570
Prepayments & accrual income	5,224	-
	<u>£ 11,667</u>	<u>£ 2,570</u>

FAREWEST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1998

	1998 £	1997 £
5. CREDITORS		
a) Amounts falling due within one year :		
Bank loan (Secured)	60,691	40,697
Bank overdraft	4,842	-
Taxation	4,013	-
Other creditors	82,288	98,912
Accruals	30,234	16,294
	<u>£ 182,068</u>	<u>£ 155,903</u>
b) Amounts falling due after more than one year:		
Bank loan (Secured)	<u>£ 177,070</u>	<u>£ 122,574</u>
6. INTEREST PAYABLE		
On bank overdraft	406	188
On bank loan	<u>21,916</u>	<u>5,791</u>
	<u>£ 22,322</u>	<u>£ 5,979</u>
7. PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		
Profit/(Loss) on ordinary activities before taxation is arrived at after taking into account the following charges :		
	£	£
Loan interest	21,916	5,791
Auditor's remuneration	1,762	1,175
Depreciation - motor vehicle	<u>375</u>	<u>-</u>
8. TAXATION		
Tax is provided at the Small Company's rate of 21%		
Charge	<u>£ 4,013</u>	<u>£ -</u>

FAREWEST LIMITED
STATEMENT OF DIRECTORS RESPONSIBILITIES
FOR THE YEAR ENDED 31ST MARCH 1998

STATEMENT OF DIRECTORS RESPONSIBILITIES

Company Law require the directors to prepare financial statements 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 financial statements, the directors are required to :

Select suitable accounting policies and then apply them consistently.

Make judgements and estimates that are reasonable and prudent.

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.