

Highstar Developments (Merthyr) Limited

Abbreviated Accounts

31 March 2004



Registered number
3050362

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Abbreviated Financial Statements of Highstar Developments (Merthyr) Limited
for the year ended 31 March 2004**

In accordance with the terms of our engagement letter and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the abbreviated financial statements of the company which comprise the Balance Sheet and the related notes on pages 3, from the unaudited statutory financial statements prepared for the shareholders.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the abbreviated financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 March 2004 your duty to ensure that the company has kept proper accounting records and to prepare that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Charcroft Baker

Charcroft Baker
Chartered Accountants
5 West Court
Enterprise Road
Maidstone
Kent
ME15 6JD

Date *31/1/05*

Highstar Developments (Merthyr) Limited
Abbreviated Balance Sheet
as at 31 March 2004

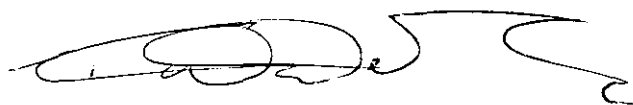
	Notes	2004 £	2003 £
Current assets			
Stocks	-	556,345	-
Debtors	134,431	-	-
Cash at bank and in hand	474,588	67	67
	<u>609,019</u>	<u>556,412</u>	
Creditors: amounts falling due within one year	(433,621)	(641,010)	
Net current assets/(liabilities)		<u>175,398</u>	<u>(84,598)</u>
Net assets/(liabilities)		<u>175,398</u>	<u>(84,598)</u>
Capital and reserves			
Called up share capital	2	100	100
Profit and loss account		175,298	(84,698)
Shareholders' funds		<u>175,398</u>	<u>(84,598)</u>

The director is satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.



T W Webster
Director

Approved by the board on 29 January 2005

Highstar Developments (Merthyr) Limited
Notes to the Abbreviated Accounts
for the year ended 31 March 2004

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Profit is recognised on long-term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract.

2 Share capital

	2004	2003
	£	£
Authorised:		
60 "A" Ordinary shares of £1 each	60	60
40 "B" Ordinary shares of £1 each	40	40
	<u>100</u>	<u>100</u>
	2004	2003
	£	£
Allotted, called up and fully paid:		
60 "A" Ordinary shares of £1 each	60	60
40 "B" Ordinary shares of £1 each	40	40
	<u>100</u>	<u>100</u>

3 Transactions with the director

Included in other creditors is £2,659 (2003 - £15) due to Mr T W Webster in respect of his director's loan account.