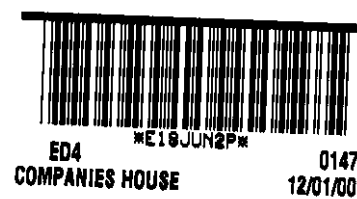


3159441

Report of the Director and
Financial Statements for the Year Ended 31 July 1999
for
Advisebegin Limited



Advisebegin Limited

Contents of the Financial Statements
for the Year Ended 31 July 1999

	Page
Company Information	1
Report of the Director	2
Report of the Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6
Trading and Profit and Loss Account	8

Advisebegin Limited
Company Information
for the Year Ended 31 July 1999

DIRECTOR: P Hynd

SECRETARY: Mr B Meharg

REGISTERED OFFICE: No.2 Queen Square
Liverpool
Merseyside
L1 1RH

REGISTERED NUMBER: 3159441 (England and Wales)

AUDITORS: Alexander Myerson & Co
Chartered Accountants
Registered Auditors
32 Derby Street
Ormskirk
Lancashire
L39 2BY

Advisebegin Limited

Report of the Director
for the Year Ended 31 July 1999

The director presents his report with the financial statements of the company for the year ended 31 July 1999.

PRINCIPAL ACTIVITY

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

DIRECTOR

P Hynd was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	31.7.99	1.8.98
Ordinary £1 shares	1	1

Mr P Hynd has a beneficial interest in the other share through an Isle of Man Trust.

THE YEAR 2000

In the opinion of the directors, the company has no exposure to the problems of the year 2000.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 director is required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

AUDITORS

The auditors, Alexander Myerson & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has 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:


.....
- DIRECTOR

Dated: 15. 12. 99

Advisebegin Limited

Report of the Auditors to the Shareholders of
Advisebegin Limited

We have audited the financial statements on pages four to seven which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of director and auditors

As described on page two the company's director is 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 director 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 explanations 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 affairs as at 31 July 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Alexander Myerson & Co
Chartered Accountants
Registered Auditors
32 Derby Street
Ormskirk
Lancashire
L39 2BY



Dated: 10 JAN 2000

Advisebegin Limited

Profit and Loss Account
for the Year Ended 31 July 1999

		31.7.99	31.7.98
	Notes	£	£
TURNOVER		-	-
Administrative expenses		-	588
OPERATING LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	-	(588)
Tax on loss on ordinary activities	3	-	-
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		-	(588)
(Deficit)/Retained profit brought forward		(587)	1
DEFICIT CARRIED FORWARD		<u>£(587)</u>	<u>£(587)</u>

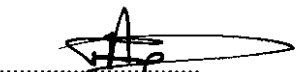
Advisebegin Limited

Balance Sheet
31 July 1999

		31.7.99		31.7.98	
	Notes	£	£	£	£
FIXED ASSETS:					
Investments	4		1,700,000		1
CURRENT ASSETS:					
Debtors	5	239,129		2	
CREDITORS: Amounts falling due within one year	6	<u>1,939,714</u>		<u>588</u>	
NET CURRENT LIABILITIES:			<u>(1,700,585)</u>		<u>(586)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£(585)</u>		<u>£(585)</u>
CAPITAL AND RESERVES:					
Called up share capital	7		2		2
Profit and loss account			<u>(587)</u>		<u>(587)</u>
Shareholders' funds			<u>£(585)</u>		<u>£(585)</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

ON BEHALF OF THE BOARD:


.....
DIRECTOR

Approved by the Board on 15.12.99

Advisebegin Limited

Notes to the Financial Statements
for the Year Ended 31 July 1999

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

The company was dormant throughout the year ended 31 July 1999. However, reference to information relating to the year ended 31 July 1998 has been made where appropriate.

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 director, there is reasonable probability that the liability will not arise in the foreseeable future.

2. OPERATING LOSS

The operating loss is stated after charging:

	31.7.99 £	31.7.98 £
Director's emoluments and other benefits etc	-	-
	=	=

3. TAXATION

No liability to UK corporation tax arose on ordinary activities for the year ended 31 July 1999 nor for the year ended 31 July 1998.

4. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 August 1998	1
Additions	1,699,999
	<hr/>
At 31 July 1999	1,700,000
	<hr/>
NET BOOK VALUE:	
At 31 July 1999	1,700,000
	<hr/> <hr/>
At 31 July 1998	1
	<hr/>
	31.7.99 £
Unlisted investments	1,700,000
	<hr/> <hr/>
	31.7.98 £
	1
	<hr/> <hr/>

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Neptune Swallow Hotel Limited

Nature of business: Hotel Management

Class of shares:	%
Ordinary A	holding 50.00

Advisebegin Limited

Notes to the Financial Statements
for the Year Ended 31 July 1999

5. **DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

31.7.99	31.7.98
£	£

Intercompany accounts

239,129	2
<u> </u>	<u> </u>

6. **CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

31.7.99	31.7.98
£	£

Other creditors

Intercompany accounts

-	588
1,939,714	-
<u> </u>	<u> </u>
1,939,714	588
<u> </u>	<u> </u>

7. **CALLED UP SHARE CAPITAL**

Authorised:

Number: Class:

Nominal
value:
£1

31.7.99	31.7.98
£	£
1,000	1,000
<u> </u>	<u> </u>

Allotted, issued and fully paid:

Number: Class:

Nominal
value:
£1

31.7.99	31.7.98
£	£
2	2
<u> </u>	<u> </u>