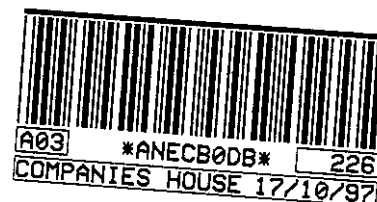


Reg of Comp  
REGISTERED NUMBER: 3268288 (England and Wales)

REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS FOR THE PERIOD 24 OCTOBER 1996 TO 31 JULY 1997

FOR

BASRA Limited  
A Company limited by guarantee



**INDEX TO THE FINANCIAL STATEMENTS**  
**for the Period 24 October 1996 to 31 July 1997**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Directors</b>	<b>2</b>
<b>Profit and Loss Account</b>	<b>3</b>
<b>Balance Sheet</b>	<b>4</b>
<b>Notes to the Financial Statements</b>	<b>5</b>
<b>Profit and Loss Account</b>	<b>7</b>

**BASRA Limited**  
**A Company limited by guarantee**

**COMPANY INFORMATION**  
**for the Period 24 October 1996 to 31 July 1997**

**DIRECTORS:** M D V Erskine  
M Boshier  
H Boshier

**SECRETARY:** M F Howard

**REGISTERED OFFICE:** 39 Chobham Road  
Woking  
Surrey  
GU21 1JD

**REGISTERED NUMBER:** 3268288 (England and Wales)

**ACCOUNTANTS:** Carringtons  
Accountants  
39 Chobham Road  
Woking  
Surrey  
GU21 1JD

**BASRA Limited**  
**A Company limited by guarantee**

**REPORT OF THE DIRECTORS**  
**for the Period 24 October 1996 to 31 July 1997**

The directors present their report with the financial statements of the company for the period 24 October 1996 to 31 July 1997.

**INCORPORATION**

The company was incorporated on 24 October 1996 and commenced trading on 1 November 1996.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the period under review was that of operators of an academy for the development of young ski racers.

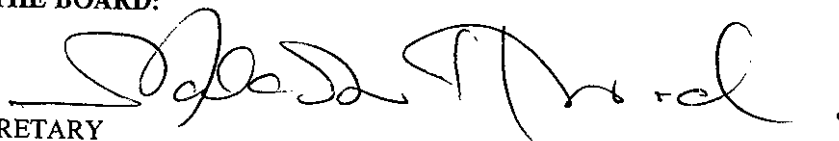
**DIRECTORS**

The directors during the period under review were:

M D V Erskine	- appointed 7.11.96
M Boshier	- appointed 24.10.96
H Boshier	- appointed 7.11.96

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:**



M F Howard - SECRETARY

Dated: 19 September 1997

**PROFIT AND LOSS ACCOUNT**  
**for the Period 24 October 1996 to 31 July 1997**

	Notes	£
<b>TURNOVER</b>	2	45,519
<b>GROSS PROFIT</b>		<u>45,519</u>
Administrative expenses		63,369
		<u>(17,850)</u>
Other operating income		<u>5,000</u>
<b>OPERATING LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	3	(12,850)
Tax on loss on ordinary activities	4	-
<b>LOSS FOR THE FINANCIAL PERIOD AFTER TAXATION</b>		<u>(12,850)</u>
<b>DEFICIT CARRIED FORWARD</b>		<u><u>£(12,850)</u></u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current period.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the loss for the current period.

**BALANCE SHEET**  
31 July 1997

	Notes	£
<b>FIXED ASSETS:</b>		
Tangible assets	5	947
<b>CURRENT ASSETS:</b>		
Debtors	6	4,235
Cash at bank		2,724
		<u>6,959</u>
<b>CREDITORS:</b> Amounts falling due within one year	7	<u>20,756</u>
<b>NET CURRENT LIABILITIES:</b>		<u>(13,797)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>		<u>£(12,850)</u>
<b>RESERVES:</b>		
Profit and loss account		<u>(12,850)</u>
	8	<u>£(12,850)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ending 31 July 1997.

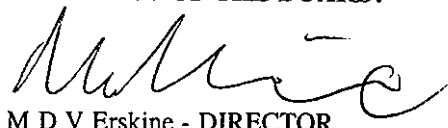
No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

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

These 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:**



M D V Erskine - DIRECTOR

Approved by the Board on 19 September 1997

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS**  
for the Period 24 October 1996 to 31 July 1997

**1. ACCOUNTING POLICIES**

**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 services, 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.

Computer equipment      - 33% on cost

**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.

**2. TURNOVER**

The turnover and loss before taxation are attributable to the one principal activity of the company.

**3. OPERATING LOSS**

The operating loss is stated after charging:

Depreciation - owned assets	£ 474 ==
Directors' emoluments and other benefits etc	- =

**4. TAXATION**

No liability to UK Corporation tax arose on ordinary activities for the period.

**NOTES TO THE FINANCIAL STATEMENTS**  
for the Period 24 October 1996 to 31 July 1997

**5. TANGIBLE FIXED ASSETS**

	Computer equipment
	£
<b>COST:</b>	
Additions	1,421
At 31 July 1997	<u>1,421</u>
<b>DEPRECIATION:</b>	
Charge for period	474
At 31 July 1997	<u>474</u>
<b>NET BOOK VALUE:</b>	
At 31 July 1997	<u><u>947</u></u>

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

	£
Trade debtors	3,482
Prepayments & accrued income	753
	<u><u>4,235</u></u>

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

	£
Directors current accounts	18,752
Other creditors	1,254
Accrued expenses	750
	<u><u>20,756</u></u>

**8. RECONCILIATION OF MOVEMENTS IN RESERVES**

	£
Loss for the financial period	(12,850)
<b>NET REDUCTION OF RESERVES</b>	<u>(12,850)</u>
<b>CLOSING RESERVES</b>	<u><u>(12,850)</u></u>

**9. STATUS**

BASRA Limited is a company limited by guarantee (a maximum of £1 per member) and not having a share capital.