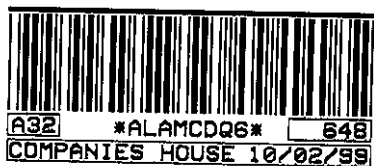


STEEP INVESTMENTS LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD 9TH MAY 1997 TO 30TH JUNE 1998

(Company Number: 3368112)



STEEP INVESTMENTS LIMITED

INDEX TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD 9TH MAY 1997 TO 30TH JUNE 1998

1. Report of the Directors
2. Profit and Loss Account
3. Balance Sheet
- 4 - 5 Notes to the Accounts

Management Accounts not forming  
part of statutory accounts for members.

6. Accountants Report
- 7 - 8 Detailed Profit and Loss Account
9. Detailed Balance Sheet

## STEEP INVESTMENTS LIMITED

### REPORT OF THE DIRECTOR FOR THE PERIOD 9TH MAY 1997 TO 30TH JUNE 1998

The Director presents his report together with the accounts for the period 9th May 1997 to 30th June 1998. *The company started trading on 1/7/97*

#### ACTIVITIES

The principal activity is the provision of investment advice.

#### DIRECTOR AND HIS INTERESTS

The Director who held office during the year and his interest in the shares of the Company at the beginning and end of the financial year were:

	<u>Ordinary Shares of 1 each</u>	
	At beginning of period	At end of period
Mr P Hall (appointed 25/6/97)	998	998
Mr A Hall ( " 25/6/97)	2	2

#### DIRECTORS RESPONSIBILITIES

Company law requires the Directors to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Company and the profit or loss of the Company for that period. In preparing those accounts, the Directors are required to:-

Select suitable accounting policies and then apply them consistently; make judgements and estimates that are reasonable and prudent; follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts; prepare the accounts on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

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 accounts 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.

#### CLOSE COMPANY

The Company is a Close Company as defined by the Income and Corporation Taxes Act 1988.

In preparing the above report, the Directors have taken advantage of special exemptions applicable to small companies.

Signed on behalf of the Board of Directors

Secretary                      Dated This 2ND FEBRUARY day of 1999

*[Signature]* *[Signature]*

STEEP INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD 9TH MAY 1997 TO 30TH JUNE 1998

	<u>Notes</u>	
<u>TURNOVER</u>	<u>1.2</u>	47330
Administrative expenses		<u>49886</u>
		<u>49886</u>
<u>(LOSS) ON ORDINARY ACTIVITIES</u>		<u>(2556)</u>
<u>FOR THE FINANCIAL PERIOD BEFORE TAXATION</u>		
<u>TAXATION</u>	<u>3</u>	-
<u>(LOSS) ON ORDINARY ACTIVITIES FOR</u>		<u>(2556)</u>
<u>THE FINANCIAL PERIOD AFTER TAXATION</u>		
Balance brought forward		-
<u>BALANCE CARRIED FORWARD</u>		<u>(2556)</u>
<u>CONTINUING OPERATIONS</u>		

None of the Company's activities were acquired or discontinued during the above financial period.

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the (Loss) for the above financial period.

STEEP INVESTMENTS LIMITED

BALANCE SHEET

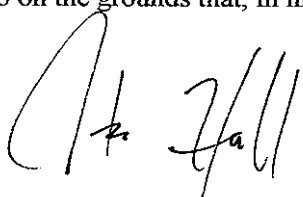
AS AT 30TH JUNE 1998

	<u>Notes</u>	
CAPITAL EMPLOYED		
Fixed Asstes	4.	-
CURRENT ASSETS		
Debtors	5.	1708
Cash at bank and in hand		<u>414</u>
		2122
CREDITORS (amounts falling due within one year)	6.	<u>(3678)</u>
NET CURRENT (LIABILITIES)		<u>(1556)</u>
(DEFICIENCY)		
FINANCED BY:		
CAPITAL AND RESERVES		
Called up share capital	7.	1000
Profit and loss account		<u>(2556)</u>
Shareholders funds	8.	<u>(1556)</u>

The Director considers that the Company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the Company's share capital have not issued a notice requiring an audit.

The Director acknowledges his responsibility for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the Company at 30th june 1998 and of its loss for the period then ended in accordance with the requirements of Section 226, and which othwerwise comply with the requirements of the Act relating to the accounts so far applicable to the Company.

The Director has taken advantage of special exemptions conferred by Schedule 8 of the Companies Act 1985 applicable to small companies in the preparation of the accounts and has done so on the grounds that, in his opinion, the Company is entitled to those exemptions.



Approved on 1st FEBRUARY 1999  
Director

STEEP INVESTMENTS LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD 9TH MAY 1997 TO 30TH JUNE 1998

1. ACCOUNTING POLICIES

1.1 Basis of accounting

The accounts have been prepared under the historical cost convention.

1.2 Turnover

Turnover represents the amount receivable for work done. The income is zero rated for vat purposes.

1.3 Deferred taxation

Deferred taxation is not provided for as, in the opinion of the Director, no liability will arise in the foreseeable future.

1.4 Depreciation.

Depreciation will be provided on the expected useful life of the assets as follows:

Equipment at 25% straight line basis.

2.	OPERATING (LOSS)	<u>1998</u>
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This is stated after charging

Director's emoluments	<u>41700</u>
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3.	TAXATION	<u>1998</u>
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The Company has losses to carry forward.

4. FIXED ASSETS

There are currently no assets held.

STEEP INVESTMENTS LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD 9TH MAY 1997 TO 30TH JUNE 1998

5. <u>DEBTORS</u>	<u>1998</u>
Other	<u>1708</u>
6. <u>CREDITORS (Amounts falling due within one year)</u>	
Tax/NI	1358
Other	<u>2320</u>
	3678
7. <u>SHARE CAPITAL</u>	<u>1998</u>
<u>Authorised</u>	
Ordinary shares of 1 each	<u>1000</u>
<u>Issued</u>	
Ordinary shares of 1 each	<u>1000</u>
8. <u>RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS FUNDS</u>	
	<u>1998</u>
(LOSS) FOR THE FINANCIAL PERIOD	(2556)
Share Capital	1000
Opening shareholders funds at 9th May 1997	-
CLOSING SHAREHOLDERS FUNDS AT 30TH JUNE 1998	<u>(1556)</u>