

Registered no. 3471368

BLENCATHRA PROPERTY INVESTMENTS LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 NOVEMBER 1998



**WALLWORK NELSON & JOHNSON
DERBY HOUSE
LYTHAM ROAD
FULWOOD PRESTON
PR2 8JF**

BLENCATHRA PROPERTY INVESTMENTS LIMITED

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BLENCATHRA PROPERTY INVESTMENTS LIMITED

DIRECTOR'S REPORT FOR THE PERIOD ENDED 30 NOVEMBER 1998

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 a 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.

Directors

John Townley Kevill

Secretary

Michael William Livesey

Registered Office

7/8 Chapel Street
PRESTON
PR1 8AN

Principal Activities

The principal activities of the company throughout the year were that of purchase and sale of real estate and management consultancy.

Directors

The present director is shown above. He served on the board throughout the period.

The company's Articles of Association do not require directors to retire by rotation.

Director's Interests

The interests of the director in the shares of the company at the beginning and end of the period, were as follows:

BLENCATHRA PROPERTY INVESTMENTS LIMITED

DIRECTOR'S REPORT FOR THE PERIOD ENDED 30 NOVEMBER 1998

30 November 1998 26 November 1997

John Townley Kevill

Beneficial interests	100	nil
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Year 2000

The Millennium bug or Year 2000 issue refers to potential problems in the processing of data or operation of electronic equipment affected by the transition from 1999 to 2000. The director fully recognises the potential risks associated with the issue and is taking reasonable steps to ensure that the company is prepared for the transition. The costs associated with the transition are not considered significant.

Changeover to the Euro

The director is fully aware of the implications of the introduction of the Euro. The company is currently taking measures to identify its likely exposure to Euro currency transactions with its customers and suppliers from 1 January 1999.

The director's 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


.....
JOHN TOWNLEY KEVILL - DIRECTOR

Date: 22/9/99

BLENCATHRA PROPERTY INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 30 NOVEMBER 1998

	Note	1998 £
TURNOVER	2	51,258
Net operating expenses	3	3,209
OPERATING PROFIT		<u>48,049</u>
Interest receivable and similar income		<u>308</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		48,357
Tax on profit on ordinary activities	4	<u>10,155</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u><u>38,202</u></u>

The annexed notes form part of these financial statements.

BLENCATHRA PROPERTY INVESTMENTS LIMITED

BALANCE SHEET AT 30 NOVEMBER 1998

	Note	1998 £
CURRENT ASSETS		
Stocks		7,000
Debtors	5	21,558
Cash at bank and in hand		22,323
		<u>50,881</u>
CREDITORS		
Amounts falling due within one year	6	<u>12,579</u>
NET CURRENT ASSETS		38,302
TOTAL NET ASSETS		<u>38,302</u>
SHAREHOLDERS' FUNDS		
Called up share capital	7	100
Profit and loss account		38,202
TOTAL SHAREHOLDERS' FUNDS		<u>38,302</u>

The director is satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial period.

The director acknowledges his responsibilities for:

- i ensuring that the company keeps accounting records which comply with section 221; 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 period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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

These financial statements were approved by the director on 22/9/99


JOHN TOWNLEY KEVILL - DIRECTOR

The annexed notes form part of these financial statements.

BLENCATHRA PROPERTY INVESTMENTS LIMITED

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 NOVEMBER 1998

1. ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have been consistently applied within the same accounts.

Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention.

The effect of events in relation to the period ended 30 November 1998 which occurred before the date of approval of the financial statements by the director, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 30 November 1998 and of the results for the period ended on that date.

2. TURNOVER

The company's turnover represents the value of goods and services supplied to customers during the period.

3. NET OPERATING EXPENSES

	1998 £
Administrative expenses	3,209

4. TAXATION ON ORDINARY ACTIVITIES

	1998 £
Current period	
Corporation tax at 21 %	10,155

5. DEBTORS

	1998 £
Other debtors	21,558

6. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	1998 £
Other creditors	12,579

BLENCATHRA PROPERTY INVESTMENTS LIMITED

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 NOVEMBER 1998 (CONT)

7. SHARE CAPITAL

	1998
	£
Authorised 100 ordinary shares of £1 each	100
	<u>100</u>
Allotted, called up and fully paid 100 ordinary shares of £1 each	100
	<u>100</u>