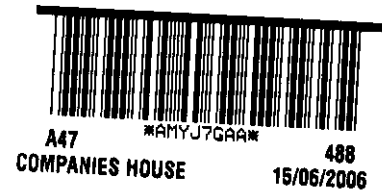


Crofty Heritage Limited

REPORT AND FINANCIAL STATEMENTS

31 August 2005



Company Registration No. 5218162

Crofty Heritage Limited
DIRECTORS AND OFFICERS

DIRECTORS

GG Smith
CP Stericker
DJ Stone
KP Williams
AP Shoesmith

SECRETARY

A P Shoesmith

REGISTERED OFFICE

Sunnyfield
Millford Road
Sidmouth
Devon
EX10 8DR

Crofty Heritage Limited

DIRECTOR'S REPORT

The directors submit their report and the financial statements of Crofty Heritage Limited for the year ended 31 August 2005.

PRINCIPAL ACTIVITIES

The principal activity of the company is the provision of mine tourism.

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The directors consider the company's state of affairs to be satisfactory.

RESULTS AND DIVIDENDS

The trading loss for the year after taxation was £14,309

The directors do not recommend the payment of a dividend.

DIRECTORS


The following directors have held office since incorporation on 31 August 2004.

GG Smith
CP Stericker
DJ Stone
KP Williams
AP Shoesmith

DIRECTORS INTERESTS IN THE SHARE CAPITAL OF THE COMPANY

Directors' interests in the share capital of the company, including family interests, were as follows:

	<i>Ordinary Shares of £1 each</i>	
	<u>31.8.05</u>	<u>31.8.04</u>
GG Smith	550	550


.....
A P Shoesmith
Secretary

26th April 2006
.....
Date

Crofty Heritage Limited

DIRECTOR'S REPORT

Company law requires the directors 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 year. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. prepare the financial statements on the 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 financial statements comply with the requirements of 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.

Crofty Heritage Limited
PROFIT AND LOSS ACCOUNT
for the year ended 31 August 2005

		2005 £
TURNOVER	<i>Notes</i> 1	10,077
Cost of sales		<u>8,311</u>
Gross profit		1,766
Other operating expenses (net)	2	(16,075)
Other operating income		<u>-</u>
OPERATING (LOSS)		(14,309)
Investment income		-
		<u>(14,309)</u>
Interest payable and similar charges		-
(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		(14,309)
Taxation	4	<u>-</u>
(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION	9	<u>(14,309)</u>

The operating loss for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

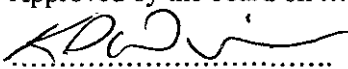
Crofty Heritage Limited
BALANCE SHEET
31 August 2005

	Note	2005 £
CURRENT ASSETS		
Stock	5	412
Debtors	6	1,034
Cash at Bank and in hand		7,138
		<u>8,584</u>
CREDITORS: Amounts falling due within one year	7	<u>(21,893)</u>
TOTAL NET CURRENT LIABILITIES		<u>(13,309)</u>
TOTAL LIABILITIES		<u>(13,309)</u>
CAPITAL AND RESERVES		
Called up share capital	8	1,000
Profit and loss account	9	<u>(14,309)</u>
SHAREHOLDERS' FUNDS	10	<u>(13,309)</u>

For the year ended 31 August 2005 the directors have taken advantage of the Companies Act 1985 in not having these Accounts audited under Section 249A(1) (total exemption). No notice has been deposited with the company under s249B(2) of that Act requiring an audit to be carried out. The directors acknowledge their responsibility for:-

- (1) ensuring the company keeps accounting records in accordance with s221, Companies Act 1985; and
- (2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of its financial year and of its loss for the year then ended in accordance with the requirements of s226 of the Act and which otherwise comply with the accounting requirements of the Act so far as they are applicable to the company.

Approved by the board on 26th April 2006



 K P Williams
 Director

Crofty Heritage Limited
ACCOUNTING POLICIES
for the year ended 31 August 2005

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

TURNOVER

Turnover represents the provision of services during the year

STOCK

Stock of protective clothing is valued at cost. Stocks of resale items are valued at the lower of cost and net realisable value.

Crofty Heritage Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 August 2005

1 **TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

The company's turnover and profit before taxation were all derived from its principal activity.

2 **OTHER OPERATING EXPENSES (NET)** 2005
£

Administration expenses 16,075

3 **EMPLOYEES**

Aggregate payroll costs were as follows:

2005
£

Wages and salaries 14,908

Social security costs 941

15,849

DIRECTOR'S REMUNERATION

Other emoluments —

4 **TAXATION** 2005
£

Corporation tax on profits for the year —

Crofty Heritage Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 August 2005

5	STOCK	2005 £
	Resale videos, books & minerals	340
	Protective clothing	<u>72</u>
		<u>412</u>
6	DEBTORS	2005 £
	Due within one year:	
	Other debtors	<u>1,034</u>
7	CREDITORS:	2005 £
	Amounts falling due within one year:	
	Other creditors	<u>21,936</u>
8	SHARE CAPITAL	2005 £
	Authorised	
	1,000 ordinary shares of £1 each	<u>1,000</u>
	Allotted, issued and fully paid	
	1,000 ordinary shares of £1 each	<u>1,000</u>
9	PROFIT AND LOSS ACCOUNT	2005 £
	31 August 2004	-
	Loss for the year	<u>(14,309)</u>
	31 August 2005	<u>(14,309)</u>
10	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2005 £
	Loss for the year	(14,309)
	Opening shareholders' funds	-
	New shares issued – on incorporation	<u>1,000</u>
	Closing shareholders' funds	<u>(13,309)</u>