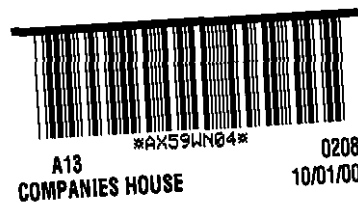


# Principality Ventures Limited

## FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL 1999



# **Principality Ventures Limited**

## **Company Information**

Directors	John Eric Primmer Bandcash Limited
Secretary	Michael Paul Bailey, F.C.A.
Company Number	3332046 (England and Wales)
Registered Office	72, Dunstall Road, Halesowen, West Midlands, B63 1BE
Solicitors	Carvers, 44, Bridge Street, Hereford, HR4 9DN

# **Principality Ventures Limited**

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# Principality Ventures Limited

## DIRECTORS' REPORT FOR THE YEAR ENDING 30th APRIL 1999

The Directors present their report and the financial statements for the year ending 30th April 1999.

### Principal Activity

The Company's principal activity continues to be that of the Development of Residential Housing at Foelgastel and Llanpumpsaint in South Wales.

### Directors

The Directors who served during the period and their beneficial interests in the company's issued share capital were:-

	Number of Shares	
	Ord.	Pref.
John Eric Primmer	-	1
Bandcash Limited	-	1

### Directors' Responsibilities

Company law requires the directors to prepare a financial statement for each financial year which gives a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- (i) select suitable accounting policies and then apply them consistently;
- (ii) make judgements and estimates that are reasonable and prudent;
- (iii) 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 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.

This report, which has been prepared taking advantage of special exemptions applicable to small companies, was approved by the board on 6th October 1999..

M. P. Bailey,  
Secretary.

**Profit and Loss Account  
For the Period Ending**

**30-Apr-99**

**£**

**Turnover**

**£347,381.75**

**Profit from Trading**

**£32,668.55**

**Tax Payable**

**£6,413.84**

**Net Profit after Tax**

**£26,254.71**

**Dividends Paid in Period**

**£21,900.00**

**Retained Profit for Year**

**£4,354.71**

**Deficiency Brought Forward**

**-£2,110.44**

**Revenue Reserve Carried Forward**

**£2,244.27**

<b>Balance Sheet as at</b>	<b>30-Apr-99</b>
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Notes

2	<b>Fixed Assets</b>		40000.00
	<b>Current Assets</b>		
1	Work in Progress	74825.00	
3	Debtors	2940.95	
		77765.95	
	<b>Current Liabilities</b>		
4	Creditors	115503.68	
		115503.68	
	<b>Net Current Assets</b>		-37737.73
	<b>Total Assets less Current Liabilities</b>		2262.27
	Creditors: Amounts falling due after more than one year		0.00
	<b>Net Assets</b>		2262.27
	<b>Financed By:-</b>		
5	<b>Share Capital</b>		18.00
9	<b>Shareholders Funds</b>		2244.27
			2262.27

**Principality Ventures Limited**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDING 30th APRIL 1999**

**1. Accounting Policies**

**(a) Basis of preparation of accounts**

The accounts are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the Directors' Report and which is continuing. The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

**(b) Turnover**

Turnover comprises the invoiced value of property, goods and services supplied by the company, net of Value Added Tax and trade discounts.

**(c) Tangible Fixed Assets and Depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value over their expected useful lives on the following bases and is provided in full in the year of acquisition:-

Land & Buildings	0%
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**(d) Stocks and Work in Progress.**

Stocks and Work in Progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks and are shown net of costs accrued on complete contracts no account being taken of profits on incomplete contracts.

**(e) Deferred taxation**

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

2. Tangible Fixed Assets

	1999	1998
	£	£
<u>Cost</u>		
At 30th April 1998	65,179	-
Additions during the period	-	69,213
Disposals during Period	25,179	4,034
At 30th April 1999	<u>40,000</u>	<u>65,179</u>
<u>Net Book Value</u>		
30th April 1999	<u>40,000</u>	<u>65,179</u>

3. Debtors

All debtors fall due for payment within one year.

4. Creditors

	<u>1999</u>	<u>1998</u>
Trade Creditors	5,625	529
Accruals	30,119	15,282
Corporation Tax Payable	6,414	
Bank Loan (secured)	69,000	60,000
Bank Overdraft (secured)	4,346	4,057
	<u>115,504</u>	<u>79,868</u>

5. Called Up Share Capital

Authorised

1,000 Ordinary Shares of £1 each	1,000
25 Cumulative Participating Convertible Preference Shares of £1 each	25

Issued and Unpaid

2 Ordinary Shares of £1 each	2
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Issued and Fully Paid

18 Cumulative Participating Convertible Preference Shares of £1 each	18
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6. Operating Profit

The operating loss is stated after charging:

	<u>1999</u>	<u>1998</u>
Interest on Loans	5,501	10,877
Bank Interest	4,591	465

7. Interest Payable

	<u>1999</u>	<u>1998</u>
Interest payable on Long Term Loans	5,501	10,877
Bank Interest payable	4,591	465

8. Taxation

	<u>1999</u>	<u>1998</u>
U.K. Current Year Taxation		
U. K. Corporation Tax	6,414	-

9. Movement on Shareholders Funds

	<u>1999</u>	<u>1998</u>
Accumulated Losses brought forward	(2,110)	-
Profit (Loss) for the Period	4,354	(2,110)
Balance Carried Forward	<u>2,244</u>	<u>(2,110)</u>