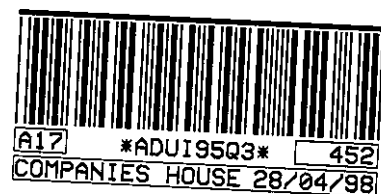


Company No. 1474500

**TIM LEACOCK AIRCRAFT
SALES LIMITED**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 1997



TIM LEACOCK AIRCRAFT SALES LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 1997

INDEX	PAGE
Report of the auditors	1
Accounting policies	2
Abbreviated balance sheet	3
Notes to the abbreviated financial statements	4 - 5

REPORT OF THE AUDITORS TO THE DIRECTORS OF

TIM LEACOCK AIRCRAFT SALES LIMITED PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the full financial statements of Tim Leacock Aircraft Sales Limited prepared under section 226 of the Companies Act 1985 for the year ended 30 June 1997.

Respective responsibilities of directors and auditors


The directors are responsible for preparing the abbreviated accounts in accordance with the provisions of section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with those provisions and whether the abbreviated accounts have been properly prepared in accordance with those provisions.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to prepare abbreviated accounts, and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion, the company is entitled to deliver abbreviated accounts prepared in accordance with the provisions of section 246 of the Act and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with those provisions.



GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
Central Milton Keynes

27 April 1998.

TIM LEACOCK AIRCRAFT SALES LIMITED

PRINCIPAL ACCOUNTING POLICIES

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

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

Turnover

Turnover is the total amount receivable by the company for the goods and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost of all tangible fixed assets over their expected useful lives.

The rates and methods generally applicable are:

Office furniture and equipment	-	15% reducing balance
Computer equipment	-	25% straight line

Deferred taxation

Deferred taxation is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates ruling at the balance sheet date. All exchange differences are dealt with through the profit and loss account.

This accounting policy is as prescribed by Statement of Standard Accounting Practice No 20. It may involve reporting unrealised exchange gains on unsettled long-term monetary items as part of the profit or loss for the period. This policy represents a departure from statutory accounting principles, which only allow profits realised at the balance sheet date to be included in the profit and loss account. The directors consider that this policy is necessary in order that the financial statements may give a true and fair view. Deferral of exchange gains whilst recognising exchange losses would inhibit the fair measurement of the performance of the company in the year.

Pension costs

The company provides for the pensions of directors by making payments to defined contribution schemes, all payments made are included in the profit and loss account of the accounting period in which they were paid.

TIM LEACOCK AIRCRAFT SALES LIMITED

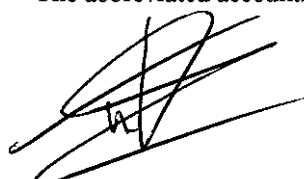
ABBREVIATED BALANCE SHEET AT 30 JUNE 1997

	Note	1997	1996
		£	£
Tangible fixed assets	1	7,247	7,813
Current assets			
Debtors		249,714	195,441
Cash at bank and in hand		24,765	58,918
		<u>274,479</u>	<u>254,359</u>
Creditors: amounts falling due within one year		<u>(206,194)</u>	<u>(181,995)</u>
Net current assets		68,285	72,364
Total assets less current liabilities		75,532	80,177
Creditors: amounts falling due after more than one year	2	-	(9,757)
		<u>75,532</u>	<u>70,420</u>
Capital and reserves			
Called up share capital	3	35,000	35,000
Capital redemption reserve		33,333	33,333
Profit and loss account		7,199	2,087
Shareholders' funds		<u>75,532</u>	<u>70,420</u>
Equity shareholders' funds		50,532	45,420
Non-equity shareholders' funds		25,000	25,000
		<u>75,532</u>	<u>70,420</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated accounts were approved by the Board of Directors on

23/4/98



T D Leacock

Director

The accompanying accounting policies and notes form an integral part of these abbreviated accounts.

TIM LEACOCK AIRCRAFT SALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 1997

1 FIXED ASSETS

	Tangible fixed assets
	£
Cost	
At 1 July 1996	18,509
Additions	2,102
At 30 June 1997	<u>20,611</u>
Depreciation	
At 1 July 1996	10,696
Provided in the year	2,668
At 30 June 1997	<u>13,364</u>
Net book amount	
At 30 June 1997	<u>7,247</u>
Net book amount	
At 30 June 1996	<u>7,813</u>

2 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Creditors amounting to £ nil (1996:£116,374) are secured.

TIM LEACOCK AIRCRAFT SALES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 1997

3

SHARE CAPITAL

	Authorised 1997 and 1996 £	Allotted, called up and fully paid 1997 and 1996 £
11% preferred cumulative ordinary shares of £1 each	236,250	-
'A' redeemable preference shares of £1 each	25,000	25,000
Ordinary shares of £1 each	708,750	10,000
	<u>970,000</u>	<u>35,000</u>

An undistributable capital redemption reserve was created in accordance with S170 of the Companies Act 1985, equal to the nominal value of the company's own shares purchased in the year ended 30 June 1990.

The holders of the preferred cumulative ordinary shares shall be entitled at any time to convert the whole (but not a part only) of the preferred cumulative ordinary shares into ordinary shares which shall, for the purposes of a dividend and voting, rank pari passu with the existing ordinary shares.

The 'A' redeemable preference shares were redeemable at par at the option of the holders, by 31 December 1991. There are no automatic rights to dividend and no voting rights. On liquidation the holders are entitled to £1 per share.

4

TRANSACTIONS WITH DIRECTORS

Mr T D Leacock holds shares in Tim Leacock Aircraft Sales Inc. a company incorporated in the United States of America. This is a non-trading company.

The only transaction in the year was the payment of registered agents fees of \$244 (£137.85) by Tim Leacock Aircraft Sales Limited on behalf of Tim Leacock Aircraft Sales Inc.

	1997 £	1996 £
Amount outstanding	9,619	9,757

Within debtors is an overdrawn current account of T D and Mrs F M Leacock amounting to £78,577 (1996:£19,282) and loan to W T Stevenson of £16,000 (1996:£16,000).

No interest is charged on the accounts, and the maximum amount outstanding for T D & F M Leacock was £78,577, and for W T Stevenson was £16,000.