

Registrar
1809440.

SAILAWAY ST. ANTHONY LIMITED

DIRECTOR'S REPORT

AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 1995



SAILAWAY ST.ANTHONY LIMITED
THE BOATYARD
ST.ANTHONY
MANACCAN
HELSTON

DIRECTORS

W. G. A Jenkin Esq

SECRETARY:

M. Cash Esq.

REGISTERED OFFICE:

The Boatyard
St. Anthony
Manaccan
Helston

AUDITORS:

Messrs. Kitchen & Brown
Registered Auditor & Chartered Accountants
Alpha House
40 Coinagehall Street
Helston
Cornwall

BANKERS:

Barclays Bank Plc
Coinagehall Street
Helston
Cornwall

REGISTERED NUMBER:

1809410

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 JANUARY 1995

The Director submits his report and the audited Financial Statements of the Company for the year ended 31 January 1995.

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 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- prepare the Financial Statements on the 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.

RESULTS AND DIVIDENDS

The loss for the year, after taxation was £1,282 (1994 Profit £5,304).

The Director does not recommend the payment of a dividend. No transfers to reserves were made other than from the profit and loss account.

PRINCIPAL ACTIVITIES

The Company's principal activities during the year were the letting of boat moorings and the sale, hire and repair of boats, engines and equipment.

BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The Director was disappointed with the result for the year which was attributable to the depressed tourist industry.

It is anticipated that the Company's business will be transferred to the Director during the forthcoming year.

DIRECTORS' INTERESTS

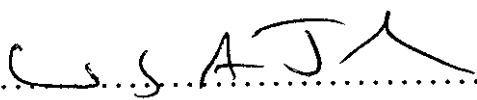
The Directors during the year and their interests in the share capital of the Company were:-

	<u>31.01.95</u>	<u>01.02.94</u>
W.G.A. Jenkin Esq.	100	50
Mrs J.M.R. Jenkin (Resigned 16 June 1994)	-	50

AUDITORS

A resolution to reappoint Messrs Kitchen & Brown as Auditors will be put to the Members at the Annual General Meeting.

By Order of the Board

.....
Director

Dated 10/5/95

Alpha House,
40 Coinagehall Street,
Helston,
Cornwall.

Date: 12/27/95

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF SAILAWAY
ST. ANTHONY LIMITED

We report on the accounts for the year ended 31 January 1995 set out on pages 4 to 10.

Respective Responsibilities of the Director and Reporting Accountant

As described on page 2 the Company's Director is responsible for the preparation of the accounts, and he considers that the Company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of Opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the Company, and making such limited enquiries of the officers of the Company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the Company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records;
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the Company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

Kitchen and Brown

.....
KITCHEN & BROWN
CHARTERED ACCOUNTANTS

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 1995

		<u>1995</u>	<u>1994</u>
	<u>Notes</u>		
<u>TURNOVER</u>	2	112,439	114,612
Cost of Sales		30,510	27,405
<u>GROSS PROFIT</u>		81,929	87,207
Administrative Expenses		80,923	76,115
<u>OPERATING PROFIT</u>	3	1,006	11,092
Interest Payable and Similar Charges	5	2,650	3,361
<u>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		(1,644)	7,731
Tax on (Loss)/Profit on Ordinary Activities	6	(362)	2,427
<u>(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>		(1,282)	5,304
Retained (Losses) Brought Forward		(23,759)	(29,063)
Retained (Losses) Carried Forward		(£25,041)	(£23,759)

The Company has made no acquisitions nor discontinued any operations within the meaning of the Financial Reporting Standard 3 during either year. Therefore turnover and operating profit derive entirely from continuing operations.

The Company had no recognised gains or losses other than the profit/(loss) for the year in either year.

The notes on pages 6 to 10 form part of these Financial Statements.

BALANCE SHEET AS AT 31 JANUARY 1995

	Notes	1995	1994
<u>FIXED ASSETS</u>			
Tangible Assets	7	22,438	25,570
<u>CURRENT ASSETS</u>			
Stocks	8	15,671	12,726
Debtors	9	10,568	12,923
Cash at Bank and in Hand		50	50
		26,289	25,699
<u>CREDITORS: Amounts Falling Due</u>			
Within One Year	10	71,568	72,328
<u>NET CURRENT (LIABILITIES)</u>		(45,279)	(46,629)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		(22,841)	(21,059)
<u>PROVISION FOR LIABILITIES AND CHARGES</u>			
Deferred Taxation	12	2,100	2,600
		(£24,941)	(£23,659)
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	13	100	100
Profit and Loss Account		(25,041)	(23,759)
<u>SHAREHOLDERS FUNDS</u>		(£24,941)	(£23,659)

The Financial Statements were approved by the Director on ...10/5/95.....

For the year in question, the Company was entitled to exemption from an audit under section 249A(2) of the Companies Act 1985. No notice has been deposited under section 249B(2) of the Act in relation to the accounts for the financial year. The Director acknowledges his responsibility for:

- ensuring that the Company keeps accounting records which comply with section 221 of the Companies Act 1985; and
- preparing accounts which give a true and fair view of the state of affairs of the Company, as at the end of the financial year, and of its profit or loss for the financial year in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the Company.

Advantage has been taken, in the preparation of the accounts, of special exemptions applicable to small Companies on the grounds that, in the Director's opinion, the Company qualifies as a small Company under s246 and s247 of the Companies Act 1985.

.....
W.G.A. Jenkin Esq - Director

The notes on pages 6 to 10 form part of these Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 19951. ACCOUNTING POLICIESACCOUNTING CONVENTION

The Financial Statements are prepared under the Historical Cost Convention and are in accordance with applicable accounting standards.

The Financial Statements have been prepared on a going concern basis. This assumes that the Company will continue to meet its debts as they arise, despite having net current liabilities of £45,279 as at 31 January 1995.

Should the Company be unable to continue trading, adjustments may have to be made to amend the values of assets to their recoverable amounts, to provide for any further liabilities which might arise, and to reclassify fixed assets and long term liabilities as current assets and liabilities.

DEPRECIATION

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of each asset over its expected useful life as follows:-

Motor Vehicle	20% pa on a Reducing Balance Method
Yacht	10% pa on a Reducing Balance Method
Boats	10% pa on a Reducing Balance Method
Office Equipment	10% pa on a Reducing Balance Method
Car Park Equipment	10% pa on a Reducing Balance Method
Boat Equipment	Straight Line over 6 years

STOCKS

Stock is stated at the lower of cost and net realisable value.

DEFERRED TAXATION

Deferred Taxation is the taxation attributable to timing differences between profits computed for taxation purposes and profits as stated in the Financial Statements. Provision is made using the liability method except to the extent that where there is a reasonable probability of the tax not falling due for payment in the foreseeable future, the appropriate tax will be included in contingent liabilities.

2. TURNOVER

Turnover represents the invoiced amount of goods sold and services provided (stated net of Value Added Tax).

SAILAWAY ST.ANTHONY LIMITEDNOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1995/Continued3. OPERATING PROFIT

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
This is stated after charging:		
Directors' Remuneration (Benefits in Kind only)	-	2,200
Auditors' Remuneration - As Auditors	-	600
- For Other Services	1,461	1,525
Depreciation	3,613	3,939
Hire of Plant and Machinery	2,418	1,463
	<u> </u>	<u> </u>

4. STAFF COSTS

	<u>1995</u>	<u>1994</u>
Wages and Salaries	39,375	34,316
Social Security Costs	3,846	3,186
	<u> </u>	<u> </u>
	<u>£43,221</u>	<u>£37,502</u>

The average weekly number of employees during the year was made up as follows:-

	<u>1995</u>	<u>1994</u>
	<u>No.</u>	<u>No.</u>
Office and Management	1	2
Productive	6	5
	<u> </u>	<u> </u>
	7	7
	<u> </u>	<u> </u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	<u>1995</u>	<u>1994</u>
Bank Loans and Overdrafts	2,650	3,116
Other Loans wholly Repayable within Five Years	-	245
	<u> </u>	<u> </u>
	<u>£2,650</u>	<u>£3,361</u>

6. TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES

	<u>1995</u>	<u>1994</u>
Based on the (Loss)/Profit for the Year:-		
UK Corporation Tax at 25% (1994: 25%)	138	2,427
Deferred Tax (Note 12)	(500)	-
	<u> </u>	<u> </u>
	<u>£(362)</u>	<u>£2,427</u>

SAILAWAY ST.ANTHONY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1995/Continued

7. TANGIBLE FIXED ASSETS

	<u>Motor</u> <u>Vehicle</u>	<u>Yacht</u>	<u>Boats</u>	<u>Boat</u> <u>Equipment</u>	<u>Office</u> <u>Equipment</u>	<u>Car Park</u> <u>Equipment</u>	<u>Total</u>
<u>COST:</u>							
At 1 February 1994	3,630	25,945	21,030	11,039	3,558	686	65,888
Additions	-	-	450	170	495	-	1,115
Disposals	(3,630)	-	-	-	-	-	(3,630)
At 31 January 1995	£ -	25,945	21,480	11,209	4,053	686	63,373
<u>Depreciation</u>							
At 1 February 1994	2,996	15,345	12,120	7,751	1,931	175	40,318
Provided during the Year	-	1,060	936	1,354	212	51	3,613
On Disposals	(2,996)	-	-	-	-	-	(2,996)
At 31 January 1995	£ -	16,405	13,056	9,105	2,143	226	40,935
<u>Net Book Value</u>							
At 1 February 1994	£ 634	10,600	8,910	3,288	1,627	511	25,570
<u>Net Book Value</u>							
At 31 January 1995	£ -	9,540	8,424	2,104	1,910	460	22,438

The fixed assets of the Company have not been revalued in the Financial Statements but the Director has considered their value and is satisfied that their aggregate value at 31 January 1995 was not less than their net book value shown in the Financial Statements.

8. STOCKS

	<u>1995</u>	<u>1994</u>
Stocks of Goods for Resale	13,671	11,626
Work in Progress	2,000	1,100
	<u>£15,671</u>	<u>£12,726</u>

9. DEBTORS

	<u>1995</u>	<u>1994</u>
Trade Debtors	7,999	10,910
Other Debtors	-	84
Prepayments and Accrued Income	2,569	1,929
	<u>£10,568</u>	<u>£12,923</u>

SAILAWAY ST.ANTHONY LIMITEDNOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1995/Continued

<u>10. CREDITORS: Amounts Falling Due Within One Year</u>	<u>1995</u>	<u>1994</u>
Bank Overdraft (see below)	11,293	44,044
Obligations under Hire Purchase Contracts (see Note 11)	-	1,097
Trade Creditors	13,871	11,587
Directors Current Accounts	41,121	513
Accruals	2,412	4,585
Corporation Tax	138	2,427
Other Taxes and Social Security Costs	2,733	8,075
	<u>£71,568</u>	<u>£72,328</u>

The Bank Overdraft is secured by a debenture over all the assets of the Company.

<u>11. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS</u>	<u>1995</u>	<u>1994</u>
Due in Less Than One Year	£ -	£1,097
	<u> </u>	<u> </u>

<u>12. DEFERRED TAXATION</u>	<u>1995</u>	<u>1994</u>
a) Balance at beginning of the Year	2,600	2,600
Transfer from Profit and Loss Account for the Year	(500)	-
	<u>£2,100</u>	<u>£2,600</u>

b) Deferred Taxation has been provided in full as follows:-

	<u>Provision Made</u>	
	<u>1995</u>	<u>1994</u>
Accelerated Capital Allowance	£2,100	£2,600
	<u> </u>	<u> </u>

13. SHARE CAPITAL

	<u>Authorised</u>		<u>Allotted, Called Up and Fully Paid</u>	
	<u>No.</u> <u>1995</u>	<u>No.</u> <u>1994</u>	<u>£</u> <u>1995</u>	<u>£</u> <u>1994</u>
Ordinary Shares of £1 each	50,000	50,000	100	100
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

SAILAWAY ST.ANTHONY LIMITEDNOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1995/Continued

<u>14. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS</u>	<u>1995</u>	<u>1994</u>
(Loss)/Profit for the Financial Year	(1,282)	5,304
Opening Shareholders Funds	(23,659)	(28,963)
Closing Shareholders Funds	<u>£(24,941)</u>	<u>£(23,659)</u>