

"SIGN AND RETURN"
REG OF CO

COMPANY NUMBER 02225939

STOPBASE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 1998



THAIN WILDBUR (FAKENHAM)
ACCOUNTANTS

STOPBASE LIMITED

REGISTERED OFFICE

23 MARKET PLACE
FAKENHAM
NORFOLK
NR21 9BS

REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31ST MARCH 1998

DIRECTOR

J.C. BROWNE

SECRETARY

MRS. E.M. BROWNE

PRINCIPAL ACTIVITIES

The principal activity of the company is property dealers and underwriting guarantees provided under the N.H.B.C. Scheme.

DIRECTOR

The present director is as shown above.

DIRECTOR'S INTEREST

The interest of the director in the shares of the company at the beginning and end of the year was:

Beneficial Holding

Ordinary shares of £1 each

	<u>1998</u>	<u>1997</u>
J.C. BROWNE	100 ===	100 ===

SMALL COMPANY EXEMPTION

This 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

E.M. Browne
DIRECTOR/SECRETARY

Dated 1st October 1998

STOPBASE LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED ACCOUNTS OF
STOPBASE LIMITED

We have prepared on the basis of the information contained in the company's accounting records and provided by the company's director, and without carrying out an audit or examination, the accounts for the year ended 31st March 1998, set out on pages 3 to 7.

As described on the balance sheet the company's director is responsible for the preparation of the accounts, and he believes that the company is exempt from an audit.

We have not conducted an audit on the accounts in accordance with Auditing Standards or an examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board and accordingly we express no opinion thereon.

Thain Wildbur

Thain Wildbur (Fakenham)
23 Market Place
FAKENHAM
Norfolk
NR21 9BS

Accountants

2 October 1998

STOPBASE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 1998

	<u>Note</u>	<u>1998</u>	<u>1997</u>
		<u>£</u>	<u>£</u>
TURNOVER	2	20,000	-
Cost of sales		-	-
GROSS PROFIT/(LOSS)		20,000	-
Net operating expenses		(574)	(488)
OPERATING PROFIT/(LOSS)		19,426	(488)
Interest receivable & similar income	3	(1,871)	4
Interest payable & similar charges	4	(40)	(39)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		17,515	(523)
Tax on profit on ordinary activities		(4,092)	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		13,423	(523)
RETAINED PROFIT BROUGHT FORWARD		9,308	9,831
RETAINED PROFIT CARRIED FORWARD		22,731	9,308

The company has no recognised gains or losses other than those shown above.

The annexed notes form part of these financial statements.

STOPBASE LIMITED

BALANCE SHEET

AS AT 31ST MARCH 1998

	<u>Note</u>	<u>1998</u>	<u>1997</u>
		£	£
FIXED ASSETS		24,000	24,000
CURRENT ASSETS			
Stock	7	15,000	15,000
Debtors		-	39
Cash at bank and in hand		21,997	20
		<u>36,997</u>	<u>15,059</u>
CREDITORS:			
Due within one year	9	38,166	29,651
		<u>1,169</u>	<u>14,592</u>
NET CURRENT LIABILITIES			
		<u>22,831</u>	<u>9,408</u>
NET ASSETS			
		<u>22,831</u>	<u>9,408</u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Profit and loss account		22,731	9,308
		<u>22,831</u>	<u>9,408</u>

The directors are 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 year.

The directors acknowledge their 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 year and of its profit or loss for the financial year 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.

ON BEHALF OF THE BOARD

Director.....

Date7th October 1998.....

STOPBASE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

AT 31ST MARCH 1998

NOTE 1 - ACCOUNTING POLICIES

1.1 Accounting Convention

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

1.2 Financial Reporting Standard No. 1

The company has taken advantage of the exemptions in FRS 1 from producing a cash flow statement on the grounds that it is a small company.

1.3 Other Policies

Other accounting policies are shown under the appropriate note heading to which they apply.

NOTE 2 - TURNOVER

Turnover represents the amount receivable in respect of the sale of properties during the year, and the appropriate portion of underwriting turnover to reflect the long term nature of that source of income in accordance with SSAP9.

NOTE 3 - INTEREST RECEIVABLE

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Rent received	(1,972)	-
Bank interest	101	4
	<u> </u>	<u> </u>

NOTE 4 - INTEREST PAYABLE & SIMILAR CHARGES

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Bank charges and interest	40	39
	<u> </u>	<u> </u>

NOTE 5 - TAXATION

The taxation charge based on the profits for the year comprises:

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Corporation tax	4,092	-
	<u> </u>	<u> </u>

No provision has been made for deferred taxation.

STOPBASE LIMITED
NOTES TO THE FINANCIAL STATEMENTS CONTINUED
AT 31ST MARCH 1998

NOTE 6 - FIXED ASSETS

TANGIBLE FIXED ASSETS

	<u>Freehold Property</u>
	<u>£</u>
COST	
at 1st April 1997	24,000
Additions	-
	<hr/>
at 31st March 1998	24,000
	<hr/>
DEPRECIATION	
at 1st April 1997	-
Charge for year	-
	<hr/>
at 31st March 1998	-
	<hr/>
NET BOOK VALUE	
at 31st March 1998	24,000
	<hr/>
at 31st March 1997	24,000
	<hr/>

NOTE 7 - STOCKS

Stocks are stated at the lower of cost or net realisable value.

<u>1998</u>	<u>1997</u>
<u>£</u>	<u>£</u>
15,000	15,000
<hr/>	<hr/>

NOTE 8 - DEBTORS

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Other debtors	-	39
	<hr/>	<hr/>

NOTE 9 - CREDITORS

	<u>Falling due within one year</u>
	<u>1998</u>
	<u>£</u>
Underwriting payments on account	24,000
Other creditors	1,773
Directors loan account	8,301
Corporate tax	4,092
	<hr/>
	38,166
	<hr/>
	29,651
	<hr/>

STOPBASE LIMITED
NOTES TO THE FINANCIAL STATEMENTS CONTINUED
AT 31ST MARCH 1998

NOTE 10 - SHARE CAPITAL

	<u>1998</u>	<u>1997</u>
Authorised:		
Ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Allotted, issued and fully paid:		
Ordinary shares of £1 each	100	100
	<hr/>	<hr/>

NOTE 11 - RELATED PARTY TRANSACTIONS

11.1 Balances as at 31st December

<u>Name</u>	<u>Relationship</u>	<u>1997</u>	<u>1996</u>
J.C. Browne	Director	(8,301)	(16,301)
		<hr/>	<hr/>

11.2 Transactions in year

Total debits amounted to £8,000 representing a payment to the director.

During the year the company contracted with James Browne Developments to underwrite James Browne Developments responsibilities under its N.H.B.C. guarantees. The contract was entered into on a commercial basis at fair value and on terms not different than would be offered to other customers. Turnover on this aspect of business is as described on Note 2.

James Browne Developments is a partnership which includes James Browne as a partner.

NOTE 12 - RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS

	<u>1998</u>	<u>1997</u>
Profit/(loss) for the financial year	13,423	(523)
Dividends	-	-
	<hr/>	<hr/>
Net movement during the year	13,423	(523)
Opening shareholders funds	9,308	9,831
	<hr/>	<hr/>
Closing shareholders funds	22,731	9,308
	<hr/>	<hr/>

NOTE 13 - CONTROLLING INTERESTS

The company is under the ultimate control of Mr. J.C. Browne, a director and major shareholder.