

SEABUILD LIMITED

Company No: 2350413

FINANCIAL STATEMENTS

- for the year ended -

31ST AUGUST 1999



JONES AVENS
Chartered Accountants
Piper House, 4 Dukes Court
Bognor Road, Chichester West Sussex, PO19 2FX

SEABUILD LIMITED

DIRECTORS

H E Avon
R J Wilson

SECRETARY

J Davies

BUSINESS ADDRESS

Seaford College
Petworth
West Sussex
GU28 0NB

REGISTERED OFFICE

Seaford College
Petworth
West Sussex
GU28 0NB

AUDITORS

Jones Avens
Chartered Accountants
Piper House, 4 Dukes Court
Bognor Road, Chichester
West Sussex, PO19 2FX

PRINCIPAL BANKERS

National Westminster Bank plc
PO Box 25
130 Commercial Road
Portsmouth
PO1 1ES

SEABUILD LIMITED

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SEABUILD LIMITED

REPORT OF THE DIRECTORS

The directors present their report and audited financial statements for the year ended 31 August 1999.

PRINCIPAL ACTIVITIES

In June 1998, through its parent company The Johnson Trust Limited, the company acquired the Lavington water works. Its principle activity is the supply of water to The Johnson Trust Limited and other surrounding properties.

DIRECTORS AND THEIR INTERESTS

The directors at the balance sheet date and their interests in the ultimate parent company at that date and at the beginning of the year (or on appointment if later), were as follows:

	<u>Class of shares</u>	<u>Number of shares</u>	
		<u>1999</u>	<u>1998</u>
H E Avon	Ordinary shares	-	-
R J Wilson	Ordinary shares	-	-

DIRECTORS' RESPONSIBILITIES

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 period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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.

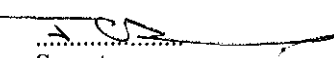
AUDITORS

The auditors, Jones Avens, are willing to be reappointed in accordance with section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

By Order of the Board

Date: 6 December 1999


Secretary

SEABUILD LIMITED

**AUDITORS' REPORT TO THE MEMBERS OF
SEABUILD LIMITED**

We have audited the financial statements on pages 3 to 6 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out in note 1 to the financial statements.

Respective responsibilities of the directors and auditors

As described in the Directors' Report the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 August 1999 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



JONES AVENS
Chartered Accountants
Registered Auditors

Date: 6. Dec 1999 GAQ

Piper House, 4 Dukes Court
Bognor Road, Chichester
West Sussex, PO19 2FX

SEABUILD LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST AUGUST 1999**

	Notes	1999 £	1998 £
TURNOVER		29,055	10,173
Cost of sales		(16,148)	(14,721)
GROSS PROFIT		12,907	(4,548)
Administrative expenses		(10,787)	(3,454)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	2,120	(8,002)
Tax on profit on ordinary activities		-	-
PROFIT FOR THE FINANCIAL YEAR	7	2,120	(8,002)

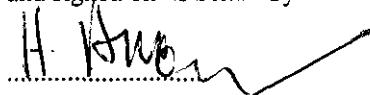
The notes on pages 5 to 6 form part of these financial statements.

SEABUILD LIMITED**BALANCE SHEET AT 31ST AUGUST 1999**

	Notes	£	1999 £	£	1998 £
FIXED ASSETS					
Tangible assets	3		25,104		30,483
CURRENT ASSETS					
Debtors	4	4,621		1,328	
Cash at bank and in hand		15,062		3,755	
		<u>19,683</u>		<u>5,083</u>	
CREDITORS: Amounts falling due within one year	5	<u>(15,669)</u>		<u>(43,568)</u>	
NET CURRENT ASSETS			<u>4,014</u>		<u>(38,485)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>29,118</u>		<u>(8,002)</u>
CAPITAL AND RESERVES					
Called up share capital	6		35,100		100
Profit and loss account	7		(5,982)		(8,102)
SHAREHOLDERS FUNDS			<u>29,118</u>		<u>(8,002)</u>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective March 1999).

The financial statements were approved
by the board on 6 December 1999
and signed on its behalf by



Director

The notes on pages 5 to 6 form part of these financial statements.

SEABUILD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 1999

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and are in accordance with the Financial Reporting Standard for Smaller Entities.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the rates to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

Plant and machinery 15% Straight line

2. OPERATING PROFIT

	1999 £	1998 £
The operating profit is stated after charging:		
Depreciation	5,379	5,380
Auditors' remuneration	800	411
	<u> </u>	<u> </u>

3. TANGIBLE ASSETS

	Plant and machinery etc. £
<u>Cost</u>	
At 1 September 1998 and At 31 August 1999	35,863
<u>Depreciation</u>	
At 1 September 1998	5,380
Charge for year	5,379
At 31 August 1999	10,759
<u>Net book value at 31 August 1999</u>	<u>25,104</u>
<u>Net book value at 31 August 1998</u>	<u>30,483</u>

4. DEBTORS

	1999 £	1998 £
Trade debtors	499	1,328
Other debtors	4,122	-
	<u>4,621</u>	<u>1,328</u>

SEABUILD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST 1999

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1999 £	1998 £
Trade creditors	2,263	2,035
Amounts owed to parent company	12,904	41,121
Other creditors	502	412
	<u>15,669</u>	<u>43,568</u>

6. SHARE CAPITAL

	1999 £	1998 £
<u>Authorised</u>		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
<u>Allotted, called up and fully paid</u>		
35,100 Ordinary shares of £1 each	<u>35,100</u>	<u>100</u>
	<u>35,100</u>	<u>100</u>

7. PROFIT AND LOSS ACCOUNT

	1999 £	1998 £
Accumulated losses at 1 September 1998	(8,102)	(100)
Profit for the financial year	2,120	(8,002)
Accumulated losses at 31 August 1999	<u>(5,982)</u>	<u>(8,102)</u>

8. RELATED PARTY DISCLOSURES

During the year the company invoiced to its parent company, The Johnson Trust Limited, with water supplies to the value of £9,458.

The Johnson Trust Limited provides the company with labour, materials and administrative services. During the year the total invoiced (excluding VAT) was £13,204.

9. ULTIMATE PARENT COMPANY

The ultimate parent company is The Johnson Trust Limited a company incorporated in Great Britain.