

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1994
FOR
BOVALE HOMES LIMITED



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BOVALE HOMES LIMITED

COMPANY INFORMATION

DIRECTORS: T G Bailey
M F Bailey

SECRETARY: M F Bailey

REGISTERED OFFICE: Valley House
12 Hartshill Road
Stoke On Trent
Staffordshire ST4 7QU

REGISTERED NUMBER: 2594369

AUDITORS: Sheppard & Co
Registered Auditor
Chartered Accountants
15 City Business Centre
Hyde Street
Winchester
Hampshire SO23 7TA

BOVALE HOMES LIMITED

REPORT OF THE DIRECTORS

The directors present their report with the financial statements of the company for the year ended 31 March 1994.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property development.

FUTURE DEVELOPMENTS

The company continues to hold the site which was acquired during the year ended 31st March 1993 for future development.

DIRECTORS

The directors of the company in office during the year and their beneficial interests in the issued share capital were as follows:

Name	Class of Capital	31. 3.94	1. 4.93
T G Bailey	Ordinary £1	1	1
M F Bailey	Ordinary £1	1	1

STATEMENT OF 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 judgments 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, Sheppard & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing this report, the directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD:

Secretary



M F Bailey

Dated:

31st January 1996

BOVALE HOMES LIMITED

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
BOVALE HOMES LIMITED

We have audited the financial statements on pages four to eight which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two 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 judgments 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.

Fundamental uncertainty

In forming our opinion, we have considered the adequacy of the disclosures made in the financial statements concerning the continued support from Bovale Developments Limited, a company registered in Ireland. The financial statements have been prepared on a going concern basis, the validity of which depends upon future funding being available. The financial statements do not include any adjustments that would result from a failure to obtain that support. Details of the circumstances relating to this fundamental uncertainty are described in note 12. Our opinion is not qualified in this respect.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1994 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Sheppard & Co
Registered Auditor
Chartered Accountants
15 City Business Centre
Hyde Street
Winchester
Hampshire SO23 7TA

Dated: 31 January, 1996.

BOVALE HOMES LIMITED**PROFIT AND LOSS ACCOUNT**
for the Year Ended 31 March 1994

		31. 3.94	31. 3.93
	Notes	£	£
TURNOVER	2	471,250	1,281,747
Cost of Sales		476,835	1,240,218
GROSS (LOSS)/PROFIT		(5,585)	41,529
Administrative Expenses		17,968	19,183
OPERATING (LOSS)/PROFIT	3	(23,553)	22,346
Interest Receivable	4	1,627	3,140
		(21,926)	25,486
Interest Payable and Similar Charges		10,822	13,649
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(32,748)	11,837
Tax on (Loss)/Profit on Ordinary Activities		(2,530)	2,530
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		(30,218)	9,307
Retained Profit/(Deficit) brought forward		7,411	(1,896)
(DEFICIT)/RETAINED PROFIT CARRIED FORWARD		£(22,807)	£7,411

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the loss for the current year and the profit for the previous year.

The notes form part of these financial statements

BOVALE HOMES LIMITED

BALANCE SHEET
As at 31 March 1994

	Notes	31. 3.94		31. 3.93	
		£	£	£	£
CURRENT ASSETS:					
Stocks	5	363,028		779,961	
Debtors	6	18,467		22,385	
Cash at Bank		39,895		164	
		<u>421,390</u>		<u>802,510</u>	
CREDITORS: Amounts falling due within one year	7	<u>11,497</u>		<u>468,224</u>	
NET CURRENT ASSETS:			<u>409,893</u>		<u>334,286</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>409,893</u>		<u>334,286</u>
CREDITORS: Amounts falling due after more than one year	8		<u>432,698</u>		<u>326,873</u>
			<u>£(22,805)</u>		<u>£7,413</u>
CAPITAL AND RESERVES:					
Called Up Share Capital	10		<u>2</u>		<u>2</u>
Profit & Loss Account			<u>(22,807)</u>		<u>7,411</u>
Shareholders' Funds	11		<u>£(22,805)</u>		<u>£7,413</u>

In preparing these financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

Tom Bailey
DIRECTOR

Approved by the Board on 31st January 1996

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1994

1. ACCOUNTING POLICIES

Accounting Convention

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

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Deferred Taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Stocks and Work in Progress

Stocks and Work in progress are valued at the lower of cost and net realisable value, where cost includes all direct expenditure and an element of fixed and variable overheads. The value of work in progress in respect of land held for future development at Sneyd Green excludes any finance costs incurred in the purchase of this land.

2. TURNOVER

The turnover and loss (1993 - profit) before taxation are attributable to the one principal activity of the company.

3. OPERATING (LOSS)/PROFIT

The operating loss (1993 - operating profit) is stated after charging:

	31. 3.94	31. 3.93
	£	£
Auditors' Remuneration	2,302	2,500
	<u> </u>	<u> </u>
Directors' Emoluments	-	-
	<u> </u>	<u> </u>

4. INTEREST RECEIVABLE

	31. 3.94	31. 3.93
	£	£
Deposit Account Interest	-	221
Interest Receivable	1,627	2,919
	<u> </u>	<u> </u>
	1,627	3,140
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1994

5.	STOCKS	31. 3.94	31. 3.93
		£	£
	Part Exchange Stock	-	97,908
	Work in Progress	-	333,937
	Land - Sneyd Green	363,028	348,116
		<u>363,028</u>	<u>779,961</u>
6.	DEBTORS	31. 3.94	31. 3.93
		£	£
	Amounts falling due within one year:		
	V.A.T.	571	4,110
	Income Tax Recoverable	311	604
	Prepayments & Accrued Income	1,376	1,901
	City of Stoke on Trent	5,000	-
		<u>7,258</u>	<u>6,615</u>
	Amounts falling due after more than one year:		
	City of Stoke on Trent	-	5,000
	N H B C	11,209	10,770
		<u>11,209</u>	<u>15,770</u>
	Aggregate amounts	<u>18,467</u>	<u>22,385</u>
7.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31. 3.94	31. 3.93
		£	£
	Bank Loans and Overdrafts	-	9,902
	(See Note 9)	490	60,449
	Trade Creditors	-	154,262
	Bridging Term Loan Account	-	202,762
	Mortgage - Sneyd Green	2,233	2,530
	Taxation	8,774	38,319
	Accrued Expenses	<u>11,497</u>	<u>468,224</u>
8.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31. 3.94	31. 3.93
		£	£
	Bovale Developments Limited	<u>432,698</u>	<u>326,873</u>

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1994

9. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	31. 3.94	31. 3.93
	£	£
Amounts falling due within one year or on demand:		
Bank Overdrafts	-	9,902

10. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31. 3.94	31. 3.93
		Value:	£	£
1,000	Ordinary	£1	1,000	-
			<u> </u>	<u> </u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31. 3.94	31. 3.93
		Value:	£	£
2	Ordinary	£1	2	2
			<u> </u>	<u> </u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31. 3.94	31. 3.93
	£	£
(Loss)/Profit for the Financial Year	(30,218)	9,307
NET (REDUCTION)/ADDITION TO SHAREHOLDERS' FUNDS	(30,218)	9,307
Opening Shareholders' Funds	7,413	(1,894)
CLOSING SHAREHOLDERS' FUNDS	<u>(22,805)</u>	<u>7,413</u>
Equity interests	<u>(22,805)</u>	<u>7,413</u>

12. FUNDAMENTAL ACCOUNTING CONCEPT

The accounts have been prepared assuming the company is a going concern on the grounds that the company's major creditor, Bovale Developments Limited has confirmed to the company the provision of continued financial support for a period of twelve months from the date of approval of the financial statements by the Directors. This will enable the company to meet its liabilities as they fall due and to continue as a going concern.