

Bourlion Limited

Registered No. 2788272

DIRECTORS

Michael Lysacht
Philip DeVere Hunt

SECRETARY

Kathleen Quinn

AUDITORS

Ernst & Young
Bedford House
16 Bedford Street
Belfast BT2 7DT

BANKERS

Barclays Bank plc
131 Edgeware Road
London
W2 2HT

SOLICITORS

Wills Chandler
76 Bountry Road
Basingstoke
Hampshire
RG21 3BZ

REGISTERED OFFICE

Worthy House
14 Winchester Road
Basingstoke
Hampshire

 ERNST & YOUNG



Bourlion Limited

AUDITORS' REPORT

**REPORT OF THE AUDITORS
to the directors of Bourlion Limited**

We have examined the abbreviated accounts on pages 5 to 7 together with the annual accounts of Bourlion Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31 July 1995.

Respective responsibilities of the directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to prepare abbreviated accounts and whether they have been properly prepared in accordance with that schedule.

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 the exemptions claimed in the directors' statement on page 5 and that the abbreviated accounts have been properly prepared from those annual accounts. The scope of our work does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the directors are entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31 July 1995 and the abbreviated accounts on pages 5 to 7 have been properly prepared in accordance with Schedule 8 to that Act.

Other information

As auditors of the company we reported to the members on *22 May 1996* on the annual accounts prepared under Section 226 of the Companies Act 1985 and taking advantage of the provisions of the Companies Act applicable to small companies for the year ended 31 July 1995 and our audit report was as follows:

Bourlion Limited

AUDITORS' REPORT

**REPORT OF THE AUDITORS
to the members of Bourlion Limited**

We have audited the accounts on pages 6 to 11 which have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and on the basis of the accounting policies set out on page 8.

Respective responsibilities of the directors and auditors

As described on page 4 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

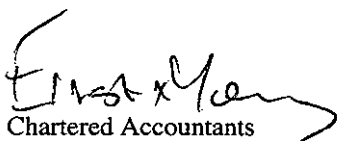
Basis of opinion

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 the information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs at 31 July 1995 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.



Chartered Accountants

Registered Auditor

Belfast

22 May 1996

Bourlion Limited

ABBREVIATED BALANCE SHEET

at 31 July 1995

	Notes	1995 £	1994 £
FIXED ASSETS			
Tangible assets	2	1,140,272	950,000
CURRENT ASSETS			
Debtors		2,945	13,946
Cash at bank and in hand		36,059	48,056
		39,004	62,002
CREDITORS: amounts falling due within one year	3	(922,497)	(941,551)
NET CURRENT LIABILITIES		(883,493)	(879,549)
TOTAL ASSETS LESS CURRENT LIABILITIES		256,779	70,451
CREDITORS: amounts falling due after more than one year			
Bank loan	3	120,464	-
TOTAL ASSETS LESS LIABILITIES		136,315	70,451
CAPITAL AND RESERVES			
Called up share capital		2	2
Profit and loss account		136,313	70,449
Equity Shareholders' Funds		136,315	70,451

We have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that the company is entitled to the benefit of those exemptions as a small company.



Director

20 May 1996

NOTES TO THE ABBREVIATED ACCOUNTS

at 31 July 1995

1. ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention in accordance with applicable accounting standards.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

Turnover

Turnover represents rental income receivable net of VAT.

Investment properties

Investment properties are accounted for in accordance with SSAP 19, as follows:

- (i) investment properties are revalued annually. The surplus or deficit on revaluation is transferred to the revaluation reserve unless a deficit below original cost, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year: and
- (ii) no depreciation is provided in respect of leasehold investment properties where the lease has over 20 years to run.

Although the Companies Act would normally require the systematic annual depreciation of fixed assets, the directors believe that the policy of not providing depreciation is necessary in order for the accounts to give a true and fair view, since the current value of investment properties, and changes to that current value, are of prime importance rather than a calculation of systematic annual depreciation. Depreciation is only one of the many factors reflected in the annual valuation, and the amount which might otherwise have been included cannot be separately identified or quantified.

2. INVESTMENT PROPERTIES

	1995	Land and buildings 1994
	£	£
Investment properties at directors valuation:		
Freehold	950,000	950,000
Long leasehold	190,272	-
	<u>1,140,272</u>	<u>950,000</u>

The historical cost of investment properties included at directors valuation is £1,140,272 (1994 - £950,000).

Bourlion Limited

NOTES TO THE ABBREVIATED ACCOUNTS

at 31 July 1995

3. BANK LOAN

Creditors include

	1995	1994
	£	£
Loans repayable:		
In one year or less	51,395	-
Between two and five years	120,464	-
	<u>171,859</u>	<u>-</u>

The bank loan is wholly repayable in instalments within five years and is secured.

4. SHARE CAPITAL

	1995	Authorised 1994
	£	£
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

	1995	1994	1995	1994
	No.	No.	£	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>