

SPIRIT YACHTS LIMITED

Report of the Directors and Financial Statements

Year Ended 31st October 1999



SPIRIT YACHTS LIMITED

FINANCIAL STATEMENTS

Year ended 31st October 1999

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SPIRIT YACHTS LIMITED

COMPANY INFORMATION

Year ended 31st October 1999

Director : M.A. Newman

Secretary: J. P. Lewis

**Registered Office: Hill House Farm
Dedmans Lane
Benhall
Saxmundham
Suffolk IP17 1JJ**

Company Number: 2865454 (England and Wales)

**Bankers : HSBC Plc
Saxmundham
Suffolk**

SPIRIT YACHTS LIMITED

REPORT OF THE DIRECTORS

Year Ended 31st October 1999

The directors are pleased to present their report together with the financial statements for the year ended 31st October 1999.

PRINCIPAL ACTIVITY

The principal activity of the company continued to be that of building fine wooden racing yachts.

DIRECTORS

The company's directors were:

M. A. Newman

The beneficial interests of the director holding office at 31st October 1999 were:

£1 Ordinary Shares	31 st October 1999	1 st November 1998
M. A. Newman	92	45

No rights to subscribe for shares were granted or exercised.

The Directors' 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



J.P. Lewis

Secretary

Dated:

July 27th 2000

SPIRIT YACHTS LIMITED

PROFIT AND LOSS ACCOUNT

Year Ended 31st October 1999

		1999	1998
	* Notes	£	£
TURNOVER	2	230,824	179,216
Cost of sales		189,439	134,454
Gross Profit		41,385	44,762
Administrative expenses		27,130	26,197
OPERATING PROFIT	3	14,255	18,565
Interest receivable		1,157	320
PROFIT ON ORDINARY ACTIVITIES BEFORE TAX		15,412	18,885
Tax		—	—
PROFIT FOR THE YEAR AFTER TAX		15,412	18,885
Deficit brought forward		(20,030)	(38,915)
DEFICIT CARRIED FORWARD		(4,618)	(20,030)

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the gains for the current and the previous year and the losses for the years prior to those.

* The notes form part of these financial statements

SPIRIT YACHTS LIMITED

BALANCE SHEET

31st October 1999

		1999		1998	
	* Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	4		4,104		5,328
CURRENT ASSETS					
Stocks	5	3,000		10,000	
Cash at bank and on hand		15,948		19,658	
Other		3,737		1,000	
		22,685		30,658	
CURRENT LIABILITIES					
Creditors: Amounts due within one year	6	31,223		37,279	
NET CURRENT LIABILITIES			(8,538)		(6,621)
ASSETS less net current liabilities			(4,434)		(1,293)
Creditors: Amounts due after one year	7		---		18,600
TOTAL: LIABILITIES LESS ASSETS			(4,434)		(19,893)
CAPITAL AND RESERVES:					
Called up share capital	8		184		137
Profit and loss account			(4,618)		(20,030)
SHAREHOLDERS' FUNDS	9		(4,434)		(19,893)

The company is entitled to exemption from audit for the year ended 31st October 1999 under Section 249A(1) of the Companies Act 1985.

No notice has been deposited in relation to its financial statements for the financial year (Section 249B(2) of the Companies Act 1985).

The Directors acknowledge their responsibilities for:

- (a) ensuring that the company maintains accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of the company as at the end of each financial year and of its profit and loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

*The notes form part of these financial statements

SPIRIT YACHTS LIMITED

BALANCE SHEET

31st October 1999

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:

A handwritten signature in black ink, appearing to be 'M. A. Newman', with a long horizontal line extending to the right.

M. A. Newman, Director.

Approved by the board JUL 27th 2000

SPIRIT YACHTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31st October 1999

1. Accounting Policies.

Accounting convention.

The financial statements have been prepared with applicable accounting standards using the historical cost convention.

Turnover.

Turnover represents net invoiced sales of goods, excluding Value Added Tax.

Depreciation rates.

Depreciation has been provided at the following rates :

Plant and Machinery	20% per annum of written down value.
Automobiles	25% per annum of written down value.

Stocks.

Stocks are valued at the lower of cost and net realisable value.

Deferred taxation.

Deferred taxation is provided in respect of the tax effect of all material differences, to the extent that it is probable that a liability or asset will crystallise in the foreseeable future at the rates of tax expected to apply when the timing differences reverse. No provision is required.

2. Turnover

Turnover is derived from the one principal activity of the company, that of building fine wooden racing yachts.

3. Operating profit

The operating profit is stated after charging:

	1999	1998
	£	£
Depreciation	1,224	1,597

SPIRIT YACHTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (cont)
Year ended 31st October 1999

4. Fixed Assets; Tangible.

**Plant and Machinery;
Automobiles
£**

Cost:

At 1st November 1998

10,658

Additions

—

At 31st October 1999

10,658

Accumulated Depreciation:

At 1st November 1998

5,330

Charge for year

1,224

At 31st October 1999

6,554

Net Book Value:

At 31st October 1999

4,104

At 31st October 1998

5,328

5. Stocks

**1999
£**

**1998
£**

Work in progress

3,000

10,000

6. Creditors: Amounts falling due within one year

Trade creditors

14,775

20,371

V.A.T.

848

527

Accrued expenses

2,000

1,981

Loan -- short term

13,600

14,400

31,223

37,279

SPIRIT YACHTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (cont)

Year ended 31st October 1999

7. Creditors: Amounts due after one year			1999	1998
			£	£
Medium term loan			---	18,600
8. Called up Share Capital				
Authorised:				
Number:	Class:	Nominal Value		
5,000	Ordinary	£1	5,000	5,000
Allotted,issued & fully paid.	Ordinary	£1	184	137
9. Reconciliation of movements in Shareholders' funds.				
Profit (loss) for the year			15,412	18,885
Net increase in Shareholders' funds			15,412	18,885
Increase in Share Capital			47	---
Opening Shareholders' funds			(19,893)	(38,778)
Closing Shareholders' funds			(4,434)	(19,893)
Equity interests			(4,434)	(19,893)

SPIRIT YACHTS LIMITED
DETAILED PROFIT AND LOSS ACCOUNT
Year ended 31st October 1999

	1999		1998	
	£	£	£	£
SALES		230,824		179,216
Cost of Sales:				
Opening stock	10,000		8,500	
Purchases	109,330		90,528	
Wages/sub- contractors	73,109		45,426	
	192,439		144,454	
Closing stock	(3,000)		(10,000)	
		189,439		134,454
GROSS PROFIT		41,385		44,762
EXPENDITURE				
Telephone/fax	628		607	
Travelling	2,657		758	
Motor expenses	3,756		3,311	
Premises	2,579		3,964	
Office/administration	1,868		3,052	
Sundry	1,749		1,114	
Accounting	1,580		1,895	
Marketing/advertising	3,203		6,527	
Entertainment	906		398	
Insurance	5,710		1,724	
Light and heat	915		1,019	
		25,551		24,369
		15,834		20,393
Bank interest (received)	(1,157)		(320)	
Bank charges	355		231	
		(802)		(89)
		16,636		20,482
Depreciation: Plant and Machinery	429		537	
Depreciation: Motor Vehicles	795		1,060	
		1,224		1,597
NET PROFIT (LOSS)		£15,412		£18,885

This page does not form part of the statutory financial statements.