

GOSH! THAT'S AVIATION LIMITED

FINANCIAL STATEMENTS

31ST DECEMBER 1994

Registered number: 2881796

SLAVEN JEFFCOTE & CO

CHARTERED ACCOUNTANTS

London



GOSH! THAT'S AVIATION LIMITED
FINANCIAL STATEMENTS
for the period ended 31st December 1994

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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GOSH! THAT'S AVIATION LIMITED

COMPANY INFORMATION

31st December 1994

Incorporated in England on 17th December 1993

Number 2881796

CHAIRMAN	R C McCarthy
OTHER DIRECTORS	C J Thompson
SECRETARY	S J Longhurst
REGISTERED OFFICE	2nd Floor 346 Kensington High Street London W14 8NS
BANKERS	National Westminster Bank Leicester Square Branch PO Box No 413 42 Leicester Square London WC2H 7LW
AUDITORS	Slaven Jeffcote & Co Chartered Accountants 1 Lumley Street Mayfair London W1Y 2NB

GOSH! THAT'S AVIATION LIMITED

DIRECTORS' REPORT

31st December 1994

The directors present their report and the audited financial statements for the period ended 31st December 1994.

Principal activity

The principal activity of the company is that of providing aviation services.

Directors

The directors of the company during the period and their interests in the shares of the company as recorded in the register of directors' interests were as follows

31st December 1994
Ordinary
shares

R C McCarthy	(app. 27.4.94)	-
C J Thompson	(app. 27.4.94)	-
P J Doherty	(res. 27.4.94)	-
M Woodley	(res. 27.4.94)	-

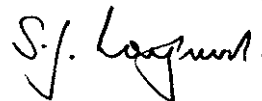
Auditors

Slaven Jeffcote & Co have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies.

On behalf of the board



S J Longhurst
Secretary

2nd Floor
346 Kensington High Street
London
W14 8NS

28th March 1995

GOSH! THAT'S AVIATION LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial statements for each financial period 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 we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

28th March 1995

On behalf of the board



C J Thompson

GOSH! THAT'S AVIATION LIMITED

AUDITORS' REPORT

Auditors' report to the members of

Gosh! That's Aviation Limited

We have audited the financial statements on pages 5 to 10 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, 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 error or other irregularity. 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 the company's affairs as at 31st December 1994 and of its loss for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Slaven Jeffcote

Slaven Jeffcote & Co

Chartered Accountants
and Registered Auditor

London

28th March 1995

GOSH! THAT'S AVIATION LIMITED

PROFIT AND LOSS ACCOUNT

for the period ended 31st December 1994

	Note	1994 £
Turnover	2	26,415
Cost of sales		(20,000)
Gross profit		----- 6,415
Net operating expenses		
Administrative expenses		(35,666)
Other operating income		1,413
Loss on ordinary activities before taxation	3	----- (27,838)
Taxation	4	-
Loss on ordinary activities after taxation		----- £ (27,838)
retained for the period	10	=====

None of the company's activities were acquired or discontinued during the above financial period.

There are no recognised gains and losses in 1994 other than the loss for the period.

GOSH! THAT'S AVIATION LIMITED

BALANCE SHEET

at 31st December 1994

	Note	1994 £	£
Fixed assets			
Tangible assets	5		95,703
Current assets			
Stocks	6	37,544	
Debtors	7	3,554	
Cash at bank and in hand		13,044	

		54,142	
Creditors: amounts falling due within one year	8	(97,681)	

Net current liabilities			(43,539)

Total assets less current liabilities			52,164
			=====
Capital and reserves			
Called up share capital	9	80,002	
Profit and loss account	10	(27,838)	

Total shareholders' funds	11	52,164	
		=====	

The directors have taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 5 to 10 were approved by the board of directors on 28th March 1995.



C J Thompson
Director

GOSH! THAT'S AVIATION LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 1994

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules and on a going concern basis dependent upon the continued support of the holding company.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Long leasehold land and buildings	Over life of lease
Plant and machinery	15% reducing balance
Fixtures and fittings	15% reducing balance

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities stated net of value added tax.

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK.

3 Loss on ordinary activities before taxation

	1994 £
Loss on ordinary activities before taxation is stated after crediting	
Interest receivable	713
	=====
and after charging	
Auditors' remuneration	1,000
	=====
Depreciation of tangible fixed assets (note 5)	
owned assets	4,289
	=====

GOSH! THAT'S AVIATION LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 1994

4 Taxation

The company has no liability for taxation.

5 Tangible fixed assets

	Plant and Machinery £	Fixtures and Fittings £	Leasehold Land and Buildings £	Total £
Cost or valuation				
Additions	18,880	1,112	80,000	99,992
	-----	-----	-----	-----
31st December 1994	18,880	1,112	80,000	99,992
	-----	-----	-----	-----
Depreciation				
Charge for period	(2,832)	(167)	(1,290)	(4,289)
	-----	-----	-----	-----
31st December 1994	2,832	167	1,290	4,289
	-----	-----	-----	-----
Net book amount				
31st December 1994	16,048	945	78,710	95,703
	=====	=====	=====	=====

6 Stocks

	1994
	£
Stocks	37,544
	=====

7 Debtors

	1994
	£
Amounts falling due within one year	
Trade debtors	2,310
Other debtors	1,244

	3,554
	=====

8 Creditors: amounts falling due within one year

	1994
	£
Amounts owed to group undertakings and undertakings in which the company has a participating interest	47,194
Other creditors	50,487

	97,681
	=====

GOSH! THAT'S AVIATION LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 1994

9 Called up share capital

	1994	
	Number of shares	£
Authorised		
Equity shares		
Ordinary Shares of £1 each	1,000,000	1,000,000
	=====	=====
Allotted called up and fully paid		

Equity shares

Ordinary Shares of £1 each	80,002	80,002
	=====	=====

During the period under review 80,002 ordinary £1 shares were issued for cash in order to provide working capital.

10 Profit and loss account

	1994 £
Retained profit for the period	(27,838)
	=====

11 Reconciliation of movements in shareholders' funds

	1994 £
Loss for the financial period	(27,838)
New share capital subscribed	80,002

Net addition to shareholders' funds	52,164
Opening shareholders' funds	-

Closing shareholders' funds	52,164
	=====

12 Guarantees and other financial commitments

Financial commitments under non-cancellable operating leases will result in the following payments falling due in the year to 31st December 1995

	1994 Land and Buildings £
Leases Expiring: After five years	11,000

	11,000
	=====

GOSH! THAT'S AVIATION LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 1994

13 Ultimate parent undertaking

The company's ultimate parent undertaking at the balance sheet date was Siam Trading Limited, a company incorporated in Calgary, Canada.