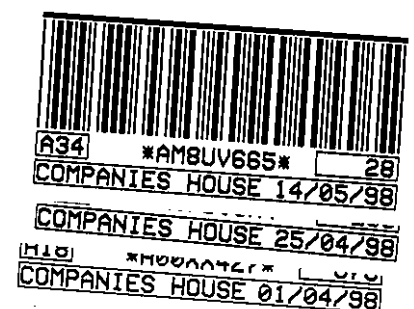


Elmstar Projects Limited

Report and Accounts

31 May 1997

Registration number 3011097



Elmstar Projects Limited
Report and accounts
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Director's Report

The director presents his report and accounts for the year ended 31 May 1997.

Principal activities

The company's principal activity during the year continued to be sub-contrating, building and bricklaying.

Director and director's interests

The director at the balance sheet date and his interest in the share capital of the company were as follows:

	£1 Ordinary shares	
	1997	1996
Spenser J Clarke	2	2

Small company special provisions

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

This report was approved by the board on 30 March 1998.




S J Clarke, Esq
Director

Elmstar Projects Limited
Report of the Accountant to the Directors

In accordance with the instructions given to us we have prepared the financial statements for the year ended 31 May 1997 set out on pages 3 to 7 from the accounting records and from information and explanations supplied to us by the management of the company.

We have not audited the financial statements. Accordingly, we do not express an audit opinion or any other form of assurance that the accounting records and the financial statements are free from material mis-statements are free from material mis-statement.

The Balance Sheet again requires an exemption statement and acknowledge of the Director's responsibilities.



William House
32a Bargates
CHRISTCHURCH
Dorset
BH23 1QL

Lewis Ball and Co
Chartered Accountants
Registered Auditors

30 March 1998

Elmstar Projects Limited
Profit and Loss Account
for the year ended 31 May 1997

	Notes	1997 £	1996 £
Turnover	2	77,904	29,317
Cost of sales		(68,674)	(25,625)
Gross profit		9,230	3,692
Administrative expenses		(7,212)	(432)
Operating profit	3	2,018	3,260
Profit on ordinary activities before taxation		2,018	3,260
Taxation on profit on ordinary activities		(474)	(790)
Profit on ordinary activities after taxation		1,544	2,470
Retained profit for the year	7	<u>1,544</u>	<u>2,470</u>

Elmstar Projects Limited
Balance Sheet
as at 31 May 1997

	Notes	1997 £	1996 £
Current assets			
Debtors	4	32,552	12,009
Cash at bank and in hand		900	636
		<u>33,452</u>	<u>12,645</u>
Creditors: amounts falling due within one year	5	(29,436)	(10,173)
Net current assets		<u>4,016</u>	<u>2,472</u>
Total assets less current liabilities		<u>4,016</u>	<u>2,472</u>
		<u>4,016</u>	<u>2,472</u>
Capital and reserves			
Called up share capital	6	2	2
Profit and loss account	7	4,014	2,470
Shareholders' funds:			
Equity		<u>4,016</u>	<u>2,472</u>
	8	<u>4,016</u>	<u>2,472</u>

The director is satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

S J Clarke, Esq
 Director

S. Clarke

Approved by the board on 30 March 1998

Elmstar Projects Limited
Notes to the Accounts
at 31 May 1997

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention.

Stocks

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Deferred taxation is provided on the liability method on all timing differences which are expected in the foreseeable future, calculated at the rate at which it is estimated that the tax will be payable.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

2 Turnover

Turnover, which is stated net of value added tax, represents amounts invoiced to third parties.

3 Operating profit

1997	1996
£	£

This is stated after charging:

Auditors' remuneration

<u>280</u>	<u>-</u>
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4 Debtors

1997	1996
£	£

Trade debtors

18,480	12,007
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Other debtors

14,072	2
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<u>32,552</u>	<u>12,009</u>
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Elmstar Projects Limited
Notes to the Accounts
at 31 May 1997

5 Creditors: amounts falling due within one year	1997	1996
	£	£
Bank loans and overdrafts	2,423	-
Trade creditors	-	390
Other creditors	27,013	9,783
	<u>29,436</u>	<u>10,173</u>
 6 Share capital	 1997	 1996
	£	£
Authorised:		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
	 1997	 1996
	£	£
Allotted, called up and fully paid:		
Ordinary shares of £1 each	<u>2</u>	<u>2</u>
 Movement in share capital	 1997	 1996
	£	£
At 1 June	2	-
Shares issued	-	2
	<u>2</u>	<u>2</u>
At 31 May		

Elmstar Projects Limited
Notes to the Accounts
at 31 May 1997

7 Profit and loss account	1997	1996
	£	£
At 1 June	2,470	-
Retained profit	1,544	2,470
At 31 May	<u>4,014</u>	<u>2,470</u>
 8 Reconciliation of movements in shareholders' funds	 1997	 1996
	£	£
At 1 June	2,472	-
Profit for the financial year	1,544	2,470
Shares issued	-	2
At 31 May	<u>4,016</u>	<u>2,472</u>

Elmstar Projects Limited
Profit and Loss Account
for the year ended 31 May 1997
for the information of the director only

	1997 £	1996 £
Sales	77,904	29,317
Cost of sales	(68,674)	(25,625)
Gross profit	<u>9,230</u>	<u>3,692</u>
Administrative expenses	(7,212)	(432)
Operating profit	2,018	3,260
Profit before tax	<u>2,018</u>	<u>3,260</u>

Elmstar Projects Limited
Schedule to the Profit and Loss Account
for the year ended 31 May 1997
for the information of the director only

	1997	1996
	£	£
Cost of sales		
Subcontractor costs	68,674	25,625
	<u>68,674</u>	<u>25,625</u>
Administrative expenses		
Legal and professional costs:		
Audit fees	280	240
Accountancy fees	300	150
Bank charges	132	42
Management fees	6,500	-
	<u>7,212</u>	<u>432</u>
	<u>7,212</u>	<u>432</u>