

REGISTERED NUMBER: 03068104 (England and Wales)

Abbreviated Financial Statements for the Year Ended 31st August 1997

for

PENNYDROP LTD



PENNYDROP LTD

**Index to the Abbreviated Financial Statements
for the Year Ended 31st August 1997**

	Page
Company Information	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Financial Statements	4

PENNYDROP LTD

**Company Information
for the Year Ended 31st August 1997**

DIRECTORS: J P McDonnell Esq
W J McDonnell Esq
S V McDonnell Esq

SECRETARY: S V McDonnell Esq

REGISTERED OFFICE: 124 Belmont Road
Portwood
Southampton
Hampshire
SO17 2GF

REGISTERED NUMBER: 03068104 (England and Wales)

ACCOUNTANTS: Walji & Co.
(Chartered Accountants)
Prospect House
50 Leigh Road
Eastleigh
Hampshire SO50 9DT

BANKERS: Allied Irish Bank (GB)
30 Carlton Crescent
Southampton
Hampshire
SO15 2EW

PENNYDROP LTD

**Abbreviated Balance Sheet
31st August 1997**

		31.8.97		31.8.96	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		250,841		-
CURRENT ASSETS:					
Debtors		2,344		-	
Cash at bank and in hand		3,616		96	
		5,960		96	
CREDITORS: Amounts falling due within one year	3	112,922		-	
NET CURRENT (LIABILITIES)/ASSETS:			(106,962)		96
TOTAL ASSETS LESS CURRENT LIABILITIES:			143,879		96
CREDITORS: Amounts falling due after more than one year	3		129,705		-
			£14,174		£96
CAPITAL AND RESERVES:					
Called up share capital	4		96		96
Profit and loss account			14,078		-
Shareholders' funds			£14,174		£96

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31st August 1997.

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

The directors acknowledge their responsibilities for:

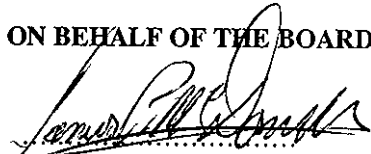
- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial 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.

PENNYDROP LTD

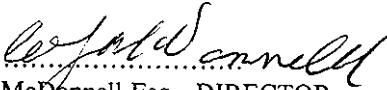
Abbreviated Balance Sheet
31st August 1997

These abbreviated 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:



J P McDonnell Esq - DIRECTOR



W J McDonnell Esq - DIRECTOR

Approved by the Board on 22-12-97.

PENNYDROP LTD

Notes to the Abbreviated Financial Statements for the Year Ended 31st August 1997

1. ACCOUNTING POLICIES

Accounting convention

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

Financial Reporting Standard Number 1

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

Turnover

Turnover represents gross rents received from the company's property investment portfolio, excluding value added tax.

Tangible Fixed Assets

Freehold property is not depreciated as, in the opinion of the directors, the market value is in excess of book value.

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.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
Additions	250,841
At 31st August 1997	250,841
NET BOOK VALUE:	
At 31st August 1997	250,841

3. CREDITORS

Creditors include the following debts falling due in more than five years:

	31.8.97	31.8.96
	£	£
Repayable by instalments		
Bank loans	17,685	-

PENNYDROP LTD

Notes to the Abbreviated Financial Statements for the Year Ended 31st August 1997

4. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.8.97 £	31.8.96 £
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.97 £	31.8.96 £
96	Ordinary	£1	<u>96</u>	<u>96</u>