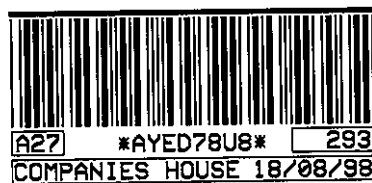


AFRICAN AVIATION SERVICES LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD FROM
2 AUGUST 1996 TO 31 DECEMBER 1997



Company Registration No. 3233008 (England and Wales)



AFRICAN AVIATION SERVICES LIMITED

COMPANY INFORMATION

Director	N Fadugba
Secretary	E Fadugba
Company number	3233008
Registered office	Lion House 80 Egret Crescent Colchester Essex
Accountants	Beaumont Seymour & Co 47 Butt Road Colchester Essex CO3 3BZ
Business address	Lion House 80 Egret Crescent Colchester Essex



AFRICAN AVIATION SERVICES LIMITED

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AFRICAN AVIATION SERVICES LIMITED

DIRECTOR'S REPORT FOR THE PERIOD ENDED 31 DECEMBER 1997

The director presents his report and financial statements for the period ended 31 December 1997.

Principal activities

The company did not trade during the year.

Director

The following director has held office since 2 August 1996:

N Fadugba

Director's interests

The director's beneficial interest in the shares of the company was as stated below:

	Ordinary shares of £1 each	
	31 December 1997	2 August 1996
N Fadugba	100	100

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

By order of the board


28/5/98

AFRICAN AVIATION SERVICES LIMITED

**ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE
UNAUDITED ACCOUNTS OF AFRICAN AVIATION SERVICES LIMITED**

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 31 December 1997, set out on pages 3 to 4 and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Beaumont Seymour & Co

Chartered Certified Accountants
Reporting Accountants

47 Butt Road
Colchester
Essex
CO3 3BZ

AFRICAN AVIATION SERVICES LIMITED

BALANCE SHEET AS AT 31 DECEMBER 1997

	Notes	1997 £	£
Fixed assets			
Intangible assets	2		500
Current assets			
Cash at bank and in hand		100	
Creditors: amounts falling due within one year	3	(500)	
Net current liabilities			(400)
Total assets less current liabilities			100
Capital and reserves			
Called up share capital	4		100
Shareholders' funds - equity interests	5		100

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps 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, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the Board on 28/5/98.



Director

AFRICAN AVIATION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 1997

1 Accounting policy

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

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.

2 Intangible fixed assets

Other
intangible
assets
£

Cost

At 2 August 1996

-

Additions

500

At 31 December 1997

500

3 Creditors: amounts falling due within one year

1997
£

Other creditors

500

4 Share capital

1997
£

Authorised

10,000 Ordinary shares of £1 each

10,000

Allotted, called up and fully paid

100 Ordinary shares of £1 each

100

5 Reconciliation of movements in shareholders' funds

1997
£

Loss for the financial period

-

Proceeds from issue of shares

100

Net addition to shareholders' funds

100

Opening shareholders' funds

-

Closing shareholders' funds

100