

Company No. 3468489

EASTERN AIRWAYS (UK) LIMITED  
FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 NOVEMBER 1998

BISSELL & BROWN  
Registered Auditor and  
Chartered Accountants  
1 Lower Tower Street, Newtown,  
Birmingham B19 3NH



EASTERN AIRWAYS (UK) LIMITED

BALANCE SHEET

AS AT 30 NOVEMBER 1998

	<u>1998</u> <u>£</u>
<u>FIXED ASSETS</u>	
Tangible	56,400
<u>CURRENT ASSETS</u>	
Debtors	279,195
Cash at bank and in hand	63,695
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	342,890
<u>CREDITORS:</u>	
Amounts falling due within one year	(393,471)
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<u>NET CURRENT (LIABILITIES)</u>	( 50,581)
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<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>	5,819
<u>CREDITORS:</u> Amounts falling due after more than one year	( -)
Provisions for liabilities and charges	( -)
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	5,819
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<u>CAPITAL AND RESERVES</u>	
Called up share capital	1,000
Profit and loss account	4,819
	<hr/>
	5,819
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In the preparation of the company's annual accounts, the directors have taken advantage of special exemptions applicable to small companies provided by Part VII of the Companies Act 1985 and have done so on the grounds that, in their opinion, the company qualifies as a small company.

These accounts were approved by the Directors on 8 September 1999.

..... Director  
R.J. LAKE

EASTERN AIRWAYS (UK) LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 30 NOVEMBER 1998

1. ACCOUNTING POLICIES:

The following principal accounting policies have been used consistently.

(a) Basis of Accounting:

These accounts have been prepared under the historical cost accounting rules on the basis of activities described in the directors report all of which are ongoing.

(b) Turnover:

Turnover, which excludes value added tax, represents the invoiced value of goods and services supplied.

(c) Depreciation:

Depreciation is calculated so as to write off the cost of tangible assets by the reducing balance method over their estimated useful lives.

(d) Taxation:

Any charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for accounting and taxation purposes. However, no provision is made for taxation deferred by reliefs where there is reasonable evidence that no liability will arise in the foreseeable future.

2. SHARE CAPITAL

1998  
£

Authorised:

Ordinary shares of £1 each

1,000

Allotted:

Ordinary shares of £1 each fully paid

1,000

EASTERN AIRWAYS (UK) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 30 NOVEMBER 1998

3. TANGIBLE FIXED ASSETS

	<u>Plant and equipment</u>	<u>Motor vehicles</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<u>Cost</u>			
Additions	40,525	20,876	61,401
Disposals	-	-	-
At 30 November 1998	40,525	20,876	61,401
<u>Accumulated Depreciation</u>			
Charge for the period	4,525	476	5,001
Eliminated on disposals	-	-	-
At 30 November 1998	4,525	476	5,001
<u>Net book values</u>			
At 30 November 1998	36,000	20,400	56,400

The net book value of tangible fixed assets includes an amount of £Nil in respect of assets held under finance leases and hire purchase contracts.

AUDITORS' REPORT TO EASTERN AIRWAYS (UK) LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 1 to 3, together with the financial statements of the company for the period ended 30 November 1998 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of Directors and Auditor**

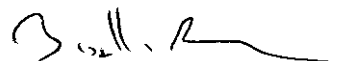
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of Opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 1 to 4 are properly prepared in accordance with those provisions.



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Date 8 September 1999