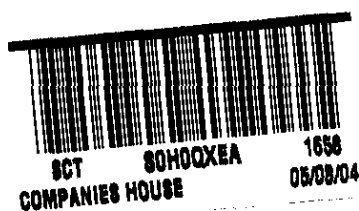


**REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004
FOR
AIRDMOUNT LIMITED**



William Duncan & Co
Chartered Accountants
Registered Auditors
Silverwells House
114 Cadzow Street
Hamilton
ML3 6HP

AIRDMOUNT LIMITED

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FOR THE YEAR ENDED 31 MARCH 2004**

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AIRDMOUNT LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2004**

DIRECTOR: John Paterson

SECRETARY: Mandy Paterson

REGISTERED OFFICE: Silverwells House
114 Cadzow Street
Hamilton
ML3 6HP

REGISTERED NUMBER: 232713 (Scotland)

ACCOUNTANTS: William Duncan & Co
Chartered Accountants
Silverwells House
114 Cadzow Street
Hamilton
ML3 6HP

BANKERS: The Royal Bank of Scotland plc
62 Hamilton Road
Motherwell
ML1 3DA

AIRDMOUNT LIMITED

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 MARCH 2004**

The director presents his report with the financial statements of the company for the year ended 31 March 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a sunbed studio.

DIRECTOR

John Paterson was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	31.3.04	1.4.03
Ordinary £1 shares	2	2

This report has 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:



John Paterson - Director

21 July 2004

AIRDMOUNT LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2004**

		Year Ended 31.3.04 £	Period 13.6.02 to 31.3.03 £
	Notes		
TURNOVER		38,055	20,217
Cost of sales		2,315	939
GROSS PROFIT		35,740	19,278
Administrative expenses		31,528	16,771
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	4,212	2,507
Tax on profit on ordinary activities	3	356	705
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		3,856	1,802
Dividends	4	5,300	-
		(1,444)	1,802
Retained profit brought forward		1,802	-
RETAINED PROFIT CARRIED FORWARD		£358	£1,802

The notes form part of these financial statements

AIRDMOUNT LIMITED

BALANCE SHEET

31 MARCH 2004

	Notes	31.3.04 £	31.3.03 £
FIXED ASSETS:			
Tangible assets	5	6,666	7,333
CURRENT ASSETS:			
Stocks		423	354
Cash at bank and in hand		449	1,446
		<u>872</u>	<u>1,800</u>
CREDITORS: Amounts falling due within one year	6	<u>6,595</u>	<u>6,848</u>
NET CURRENT LIABILITIES:		<u>(5,723)</u>	<u>(5,048)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		943	2,285
PROVISIONS FOR LIABILITIES AND CHARGES:	7	583	481
		<u>£360</u>	<u>£1,804</u>
CAPITAL AND RESERVES:			
Called up share capital	8	2	2
Profit and loss account		358	1,802
SHAREHOLDERS' FUNDS:		<u>£360</u>	<u>£1,804</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- 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.

The notes form part of these financial statements

AIRDMOUNT LIMITED

**BALANCE SHEET
31 MARCH 2004**

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'J. Paterson', written over a horizontal line.

John Paterson - Director

Approved by the Board on 21 July 2004

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents income received from sunbed hires and sales of consumables.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Equipment - 20% on cost

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	Year Ended 31.3.04	Period 13.6.02 to 31.3.03
	£	£
Depreciation - owned assets	667	667
	<u> </u>	<u> </u>
Director's emoluments and other benefits etc	-	1,658
	<u> </u>	<u> </u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004**

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year Ended 31.3.04 £	Period 13.6.02 to 31.3.03 £
Current tax:		
UK corporation tax	478	224
Adjustment re previous year	(224)	-
Total current tax	254	224
Deferred taxation	102	481
Tax on profit on ordinary activities	356	705

4. DIVIDENDS

	Year Ended 31.3.04 £	Period 13.6.02 to 31.3.03 £
Final	5,300	-

5. TANGIBLE FIXED ASSETS

	Equipment £
COST:	
At 1 April 2003 and 31 March 2004	8,000
DEPRECIATION:	
At 1 April 2003	667
Charge for year	667
At 31 March 2004	1,334
NET BOOK VALUE:	
At 31 March 2004	6,666
At 31 March 2003	7,333

AIRDMOUNT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004**

**6. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.3.04	31.3.03
	£	£
Trade creditors	622	864
Director's current account	33	1,718
P.A.Y.E.	198	116
Taxation	478	224
Accrued expenses	5,264	3,926
	<u>6,595</u>	<u>6,848</u>

7. PROVISIONS FOR LIABILITIES AND CHARGES

	31.3.04	31.3.03
	£	£
Deferred taxation	583	481
	<u>583</u>	<u>481</u>

	Deferred tax £
Balance at 1 April 2003	481
Accelerated capital allowances	102
	<u>583</u>
Balance at 31 March 2004	<u>583</u>

8. CALLED UP SHARE CAPITAL

Authorised:			31.3.04	31.3.03
Number:	Class:	Nominal value:	£	£
100	Ordinary	£1	100	100
			<u>100</u>	<u>100</u>

Allotted, issued and fully paid:			31.3.04	31.3.03
Number:	Class:	Nominal value:	£	£
2	Ordinary	£1	2	2
			<u>2</u>	<u>2</u>

9. TRANSACTIONS WITH DIRECTOR

The following loan from the director subsisted during the year ended 31 March 2004:

	£
John Paterson	
Balance outstanding at start of period	1,718
Balance outstanding at end of period	33
Maximum balance outstanding during period	<u>33</u>

The above balance, which is due to the director, is interest free, unsecured and has no fixed repayment terms.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004**

10. CONTROL

The director's beneficial interest represents 100% of the company's issued share capital. The director therefore controls the company.