

SIGNED COPY

Company Registered Number : 856474

SANDWOOD SECURITIES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31st MARCH 1998



B L Y T H E N S
Chartered Accountants
Nottingham

AUDITORS' REPORT
TO SANDWOOD SECURITIES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on Pages 2 to 4 together with the financial statements of the company for the year ended 31st March 1998 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

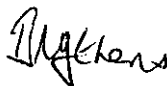
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (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 considered 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 2 to 4 are properly prepared in accordance with those provisions.



BLYTHENS

Registered Auditor
Chartered Accountants

Haydn House
309-329 Haydn Road
Sherwood
Nottingham
NG5 1HG

31st July 1998

SANDWOOD SECURITIES LIMITED

BALANCE SHEET
AS AT 31st MARCH 1998

	Note	£	£	<u>1997</u> <u>£</u>
<u>FIXED ASSETS</u>				
Investments	2		48,693	<u>48,693</u>
<u>CURRENT ASSETS</u>				
Debtors		20,822		-
Cash at Bank and In Hand		<u>113</u>		<u>113</u>
		20,935		113
<u>CREDITORS</u>				
Amounts Falling Due Within One Year		(25,049)		(4,213)
<u>NET CURRENT (LIABILITIES)</u>			(4,114)	(4,100)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			£ 44,579 =====	£ 44,593 =====
<u>CAPITAL AND RESERVES</u>				
Called up Share Capital	3		33,193	33,193
Profit and Loss Account			<u>11,386</u>	<u>11,400</u>
<u>SHAREHOLDERS' FUNDS</u>			£ 44,579 =====	£ 44,593 =====

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

Approved by the Board on 31st July 1998 and signed on its behalf by :

Caroline Wainer

C B WAINER

DIRECTOR

SANDWOOD SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st MARCH 1998

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's financial statements.

(a) *Basis of Accounting*

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

(b) *Group Financial Statements*

The company and its subsidiary undertaking comprises a small group. The company has taken advantage of the exemption provided by S248 of the Companies Act 1985 not to prepare group financial statements.

2. INVESTMENTS

Shares in Subsidiary Undertaking	£ 48,693	£ 48,693
	=====	=====

Details are as follows :

Willoughby Garages (Nottm) Limited

Activity	Garage Proprietors
Country of Registration	England
Nature of Holding	Ordinary Shares
Percentage Owned	100%
Latest Results	31st March 1998
Retained Profit	£75,959
Net Assets	£563,400
=====	=====

3. SHARE CAPITAL

<i>Authorised :</i>		
40,000 Ordinary Shares of £1 each	£ 40,000	£ 40,000
	=====	=====
<i>Issued and Fully Paid :</i>		
33,193 Ordinary Shares of £1 each	£ 33,193	£ 33,193
	=====	=====

There was no change in share capital during the year.

SANDWOOD SECURITIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st MARCH 1998

4. TRANSACTIONS WITH RELATED PARTIES

During the year the subsidiary (Willoughby Garages (Nottm) Limited) entered into the following transactions with F Nicholson Limited :

Goods and Services Supplied	£ 51,077
Goods and Services Received	£252,442
Administration Charge Received	£ 1,000

The balances outstanding at the year end were :

Creditors Due Within One Year	£ 22,006
Debtors Due Within One Year	£ 58,881

F Nicholson Limited is owned and controlled by Flightcroft Limited. Flightcroft Limited is a close company and is controlled by its four directors, all of whom are also directors of Willoughby Garages (Nottm) Limited. Two of the directors (C B Wainer and S W Willoughby) are also directors of Sandwood Securities Limited.

The transactions were performed on normal credit terms. There have been no amounts written off during the year or since the year end.