

SALTY YACHT (PRODUCTIONS) LIMITED
COMPANY NUMBER 1448607

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 1995



SALTY YACHT (PRODUCTIONS) LIMITED

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 1995

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AUDITORS' REPORT TO THE
DIRECTORS OF SALTY YACHT (PRODUCTIONS) LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the financial statements of Salty Yacht (Productions) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 May 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 May 1995, and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

Other information

On 30 August 1996 we reported, as auditors of Salty Yacht (Productions) Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 May 1995, and our audit report was as follows:

We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention, as modified to include the revaluation of certain assets, and the accounting policies as set out on page 5.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

AUDITORS' REPORT TO THE
DIRECTORS OF SALTY YACHT (PRODUCTIONS) LIMITED (CONTINUED)

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985

Basis of opinion (continued)

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Inherent uncertainty

In forming our opinion, we have considered the adequacy of the disclosures made in note 2 of the financial statements concerning the uncertainty as to the continuation and renewal of the company's bank overdraft facility. In view of the significance of this uncertainty we consider that it should be drawn to your attention but our opinion is not qualified in this respect.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 May 1995 and of its results for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Roger Peachey & Partners

Roger Peachey & Partners
Chartered Accountants
Registered Auditor
22 Chepstow Road
Newport
South Wales NP9 8EA

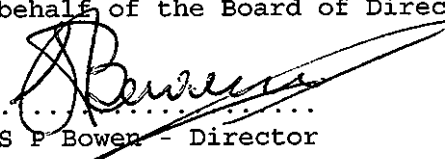
30 August 1996

SALTY YACHT (PRODUCTIONS) LIMITEDABBREVIATED BALANCE SHEET
AS AT 31 MAY 1995

	Note	£	1995	£	1994	£
FIXED ASSETS						
Tangible assets	3		130,642		139,391	
CURRENT ASSETS						
Stock		18,453		20,323		
Debtors		134,250		123,169		
Cash at bank and in hand		27		147		
		152,730		143,639		
Creditors - amounts falling due within one year	4	251,849		230,007		
NET CURRENT (LIABILITIES)			(99,119)		(86,368)	
TOTAL ASSETS LESS CURRENT LIABILITIES			31,523		53,023	
Creditors - amounts falling due after more than one year			28,155		31,942	
Accruals and deferred income	5		5,660		5,789	
			(2,292)		15,292	
<u>CAPITAL AND RESERVES</u>						
Called up Share Capital	6		750		750	
Share Premium Account		7,750		7,750		
Revaluation Reserve		76,392		76,392		
Profit and Loss Account		(87,184)		(69,600)		
Total Reserves			(3,042)		14,542	
Equity Shareholders' Funds			(2,292)		15,292	

Advantage is taken of the exemptions conferred by Section A of Part III of Schedule 8 of the Companies Act 1985 with respect to the delivery of individual accounts. In the opinion of the directors, the company is entitled to those exemptions on the grounds that it has met the qualifications for a small company specified in Sections 246 and 247 of the Companies Act 1985.

On behalf of the Board of Directors


S P Bowen - Director

30 August 1996
Date

SALTY YACHT (PRODUCTIONS) LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 19951. ACCOUNTING POLICIES

a. FORMAT

The financial statements have been prepared under the historical cost convention, as modified to include the revaluation of freehold land and buildings, and in accordance with s226 of, and Schedule 4 to, the Companies Act 1985.

The effects of events relating to the year ended 31 May 1995 which occurred before the date of approval of the financial statements by the Board of Directors have been included in the statements to the extent required to show a true and fair view of the state of affairs at 31 May 1995, and of the results for the year ended on that date.

b. TANGIBLE FIXED ASSETS

Depreciation is provided on a reducing balance basis to write off each asset over its estimated useful life:

Freehold Buildings	-	2%
Plant & Equipment	-	20%
Motor Vehicles	-	25%
Fixtures & Fittings	-	20%

c. DEFERRED GOVERNMENT GRANTS

Government grants on capital expenditure are credited to a deferral account and are released to revenue over the expected useful life of the relevant asset by equal annual amounts.

Grants of a revenue nature are credited to income in the year to which they relate.

d. STOCK

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

e. TAXATION

The charge for taxation is based on the results for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

f. PENSION COSTS

Pension costs are charged to the profit and loss account on a payments basis and are in respect of defined contributions to a fund managed by a pension company.

SALTY YACHT (PRODUCTIONS) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS**
FOR THE YEAR ENDED 31 MAY 1995**2. BASIS OF PREPARATION**

The company meets its day to day working capital requirements through an overdraft facility which is repayable on demand. The company expects to continue to operate within the facility currently agreed and within that expected to be agreed in May 1997, when the company's bankers are due to consider its renewal for a further year. These views are based on the company's plans and on the successful outcome of discussions with the company's bankers.

However, the margin of facilities over requirements is not large and, inherently there can be no certainty in relation to these matters. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from a withdrawal of the overdraft facility by the company's bankers.

3. TANGIBLE ASSETS

	Motor Vehicles	Plant and Equipment	Fixtures and Fittings	Freehold Land and Buildings	Total
<u>COST/VALUATION</u>	£	£	£	£	£
At 1 June 1994	41,381	23,135	12,184	115,394	192,094
Additions	-	1,078	-	-	1,078
Disposals	(12,900)	-	-	-	(12,900)
At 31 May 1995	28,481	24,213	12,184	115,394	180,272
<u>DEPRECIATION</u>					
At 1 June 1994	24,626	16,487	8,406	3,184	52,703
Charge for the year	3,827	1,545	756	2,244	8,372
Withdrawn on Disposals	(11,445)	-	-	-	(11,445)
At 31 May 1995	17,008	18,032	9,162	5,428	49,630
<u>NET BOOK VALUE</u>					
At 31 May 1995	11,473	6,181	3,022	109,966	130,642
At 31 May 1994	16,755	6,648	3,778	112,210	139,391

Included in net book value of motor vehicles is an amount held under finance agreements of £8,476 (1994 - £11,302).

Depreciation on these assets was £2,826 (1994 - £1,689).

The historical cost of freehold land and buildings is £38,608. The accumulated depreciation of freehold buildings is £879 (1994 - £586).

SALTY YACHT (PRODUCTIONS) LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 19954. CREDITORS - amounts falling due within one year

The balance sheet amount of £251,849 includes a bank overdraft of £122,099 (1994 - £107,679) which is secured by a bank debenture dated 22 December 1988 and by a guarantee of £30,000 provided by H T Maddocks and Son (Whitchurch) Limited.

5. ACCRUALS AND DEFERRED INCOME

Government Grant	<u>1995</u>	<u>1994</u>
	£	£
As at 1 June	5,789	5,918
Released	129	129
As at 31 May	5,660	5,789

6. SHARE CAPITAL - Equity

	<u>1995</u>	<u>1994</u>
	£	£
Ordinary shares of £1 each:		
Authorised	1,000	1,000
Allotted, called-up and fully paid	750	750