

NEWCHASE LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 1997

PANNELL KERR FORSTER
Chartered Accountants



NEWCHASE LIMITED

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In accordance with section 242(1) of the Companies Act 1985, as amended by section 249E(2)(b), the following reproduces the text of the accountants' report prepared for the purposes of section 249A(2) in respect of the company's financial statements, from which the abbreviated accounts set out on pages 2 to 3 have been prepared.

**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
NEWCHASE LIMITED**

We report on the financial statements for the year ended 31 March 1997 set out on pages 3 to 7. These financial statements have not been audited.

Respective responsibilities of directors and reporting accountants

As described on page 4 the company's directors are responsible for the preparation of the financial statements and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

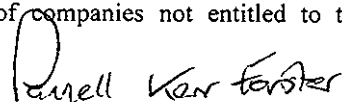
Our work was conducted in accordance with the Statement of Standards for Reporting Accountants and so our procedures consisted of comparing the financial statements with the accounting records kept by the company and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - i the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - ii the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

Derby
31 October 1997


PANNELL KERR FORSTER
Chartered Accountants
Reporting Accountants

NEWCHASE LIMITED
ABBREVIATED BALANCE SHEET
31 MARCH 1997

	Notes	1997 £	1996 £
CURRENT ASSETS			
Stocks		807,481	841,639
Debtors		9,472	8,401
		<u>816,953</u>	<u>850,040</u>
CREDITORS: amounts falling due within one year	2	(327,149)	(436,804)
NET CURRENT ASSETS		<u>489,804</u>	<u>413,236</u>
CREDITORS: amounts falling due after more than one year	2	(202,542)	(214,611)
NET ASSETS		<u>287,262</u>	<u>198,625</u>
CAPITAL AND RESERVES			
Called up share capital	3	126,668	126,668
Profit and loss account		160,594	71,957
SHAREHOLDERS' FUNDS		<u>287,262</u>	<u>198,625</u>

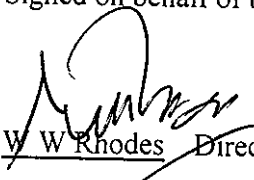
The company is entitled to the exemption from audit conferred by subsection 2 of section 249A of the Companies Act 1985 and no notice requiring an audit has been deposited under section 249B(2) of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company 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 the Act relating to financial statements, so far as applicable to the company.

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Act relating to small companies.

The abbreviated accounts were approved by the board on 31 October 1997

Signed on behalf of the board of directors


W W Rhodes Director

NEWCHASE LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 1997

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

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

(b) Stocks and work in progress

Stocks and work in progress comprises total costs incurred, net of amounts transferred to the profit and loss account in respect of sales, less provisions for foreseeable losses.

(c) Deferred taxation

Provision is made for deferred tax using the liability method to the extent that it is probable that a liability will crystallise.

2 CREDITORS

Creditors amounting to **£447,692** (1996 - £578,148) are secured.

3 SHARE CAPITAL

	Authorised £	Allotted, called up and fully paid No.	£
At 1 April 1996 and 31 March 1997			
Ordinary shares of £1 each	250,000	126,668	126,668
	<u> </u>	<u> </u>	<u> </u>

4 TRANSACTIONS WITH RELATED PARTIES

Other creditors include loans made by the shareholders to the company including an amount of £33,333 by W W Rhodes who is a director. The shareholders' loans are interest free and repayable on demand.

Work in progress consists of development properties purchased from a company in which B Money, a director of Newchase Limited, has a material interest.

The accounts include consultancy fees of £10,000 (1996: £6,666) paid to Chase (Design and Build) Limited, a company in which B Money has a material interest as a shareholder.