

REGISTRAR

JAYSHREE INVESTMENTS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31ST MARCH 1996

Registered number: 2044708

JOHN CUMMING & PARTNERS

CERTIFIED ACCOUNTANTS

Pumabrook House

252 Goswell Road

London EC1V 7EB



JAYSHREE INVESTMENTS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31st March 1996

CONTENTS

	Page
Auditors' report	1 - 3
Abbreviated balance sheet	4
Notes on abbreviated financial statements	5 - 6

JAYSHREE INVESTMENTS LIMITED**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

Auditors' report to the directors of
Jayshree Investments Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985

We have examined the abbreviated financial statements on pages 4 to 6 together with the financial statements of Jayshree Investments Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st March 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 4 and whether the abbreviated financial statements 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 financial statements 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, 247 and 249 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 31st March 1996, and the abbreviated financial statements on pages 4 to 6 have been properly prepared in accordance with that Schedule.

Other information

On 31/1 /1997 we reported, as auditors of Jayshree Investments Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st March 1996, and our audit report was as follows:

'We have audited the financial statements on pages 6 to 12 which have been prepared under the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 3, 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.

continued

JAYSHREE INVESTMENTS LIMITED

AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS

Auditors' report to the directors of
Jayshree Investments Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985

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.

We planned 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 error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Going concern

In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning the uncertainty as to the continuation of the facility from the company's creditors. 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.

Qualified opinion arising from disagreement about accounting treatment

We have been unable to satisfy ourselves as to the recoverability of the debtors amounting to £299,973 against which no provision has been made in the financial statements. Accordingly in our opinion the amounts shown in the financial statements for debtors and profit for the year are overstated and profit and loss reserve is understated by £ 299,973.

As the financial statements of one of the company's subsidiary undertakings Supersonic International Limited are not available, we are unable to ascertain whether the company is entitled to the exemption conferred by section 248 of the Companies Act 1985, from the requirement to prepare group accounts for the financial year ended 31st March 1996.

The company does not record its share of the change in the net assets of Supersonic International (Zambia) Limited, Buffalo Handles Manufacturers Limited and Simonga Wood Industry Limited, in accordance with Statement of Standard Accounting Practice No 1 'Accounting for associated companies'. In the absence of the audited financial statements of Supersonic International (Zambia) Limited, Buffalo Handles Manufacturers Limited and Simonga Wood Industry Limited as at the balance sheet date being made available, it is not practical to quantify the effects of the departure.

continued.....

JAYSHREE INVESTMENTS LIMITED

AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS

Auditors' report to the directors of
Jayshree Investments Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985

The fixed assets investments are shown in the balance sheet at cost of £86,131 against which no provision has been made in the financial statements. Accordingly in our opinion the amounts shown in the financial statements for fixed assets investments and profit for the year are overstated and profit and loss reserve is understated by £86,131.

Opinion

Except for:

- (a) the absence of the provision against debtors mentioned above,
- (b) any requirement that might have been necessary to prepare the group accounts had we been able to obtain sufficient evidence concerning the accounts of the subsidiary undertaking,
- (c) the failure to account for the associated companies in the manner described above, and
- (d) the absence of the provision against fixed asset investments mentioned above,

in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies'.



John Cumming & Partners
Certified Accountants and
Registered Auditors
Pumabrook House
252 Goswell Road
London EC1V 7EB

31/ 1/1997

JAYSHREE INVESTMENTS LIMITED

REGISTRAR

ABBREVIATED BALANCE SHEET

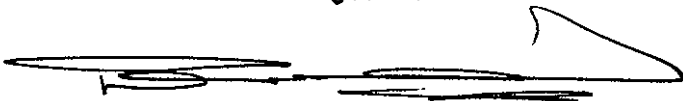
at 31st March 1996

	Note	£	1996 £	£	1995 £
Fixed assets					
Investments	2		86,131		86,131
			<u>86,131</u>		<u>86,131</u>
Current assets					
Debtors	3	300,031		433,562	
Cash at bank and in hand		97		35	
			<u>300,128</u>	<u>433,597</u>	
Creditors: amounts falling due within one year		(760,758)		(925,316)	
Net current liabilities			<u>(460,630)</u>	<u>(491,719)</u>	
Total assets less current liabilities			<u>(374,499)</u>	<u>(405,588)</u>	
Capital and reserves					
Called up share capital	4		50,002		50,002
Profit and loss account			(424,501)		(455,590)
Total shareholders' funds			<u>(374,499)</u>	<u>(405,588)</u>	

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

In the preparation of the company's annual financial statements, the directors have taken advantage of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in their opinion, the company is entitled to those exemptions.

The abbreviated financial statements on pages 4 to 6 were approved by the board of directors on 31/1/1997



Mr D P B Ayres
Chairman

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st March 1996

1 Accounting policies
Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

Cash flow statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246, 247 and 249 of the Companies Act 1985 for small companies.

Going concern

On the basis of the financial support of the company's creditors the directors consider that the company will continue in operational existence for the foreseeable future.

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 facility by the company's creditors.

Foreign currencies

Transactions expressed in foreign currencies are translated into sterling and recorded at average exchange rate during the year. Assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All exchange differences are dealt with through the profit and loss account.

Comparative amounts

Certain correspondence amounts are restated to ensure comparability without affecting the relevant net results.

2 Fixed assets

	Fixed asset investments £
Cost	
31st March 1995 and 31st March 1996	86,131
Depreciation	
31st March 1995	-
31st March 1996	-
Net book amount	
31st March 1996	86,131
31st March 1995	86,131

JAYSHREE INVESTMENTS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st March 1996

3 Debtors

	1996 £	1995 £
Amounts falling due within one year	<u>300,031</u>	<u>433,562</u>

4 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised Equity				
Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Allotted called up and fully paid Equity				
Ordinary shares of £1 each	<u>50,002</u>	<u>50,002</u>	<u>50,002</u>	<u>50,002</u>