Registration number 2090372

WESTERHEATH LIMITED

Directors' report and financial statements

for the year ended 31 December 2003



WESTERHEATH LIMITED

Company information

Directors	Paul Conway Ryan Rhys Nicholls Cerys John	 Appointed 5 June 2003
Secretary	Paul Conway	
Company number	2090372	
Accountants	Valley Business Consultants Ltd The Enterprise Centre Llwynypia Road Tonypandy Rhondda Cynon Taff	
Bankers	National Westminster Bank Plc Ely Valley Road Talbot Green Pontyclun Mid Glamorgan	

WESTERHEATH LIMITED

Contents

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4 - 5
Notes to the financial statements	6 - 8

WESTERHEATH LIMITED

Directors' report
for the year ended 31 December 2003

The directors present their report and the financial statements for the year ended 31 December 2003.

Principal activity
The principal activity of the company is that of the management and operation of a health and fitness club.

Directors and their interests
The directors who served during the year and their interests in the company are as stated below:

		Ordinary shares	
		31/12/03	01/01/03 or date of appointment
Paul Conway		13,701	14,557
Ryan Rhys Nicholls		13,701	14,557
Cerys John	Appointed 5 June 2003	1,712	-

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 15 June 2004 and signed on its behalf by

Paul Conway
Secretary

Accountants' report on the unaudited financial statements to the directors of WESTERHEATH LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2003 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

Valley Business Consultants Ltd
Chartered Accountants
The Enterprise Centre
Llwynypia Road
Tonypandy
Rhondda Cynon Taff

Date:

WESTERHEATH LIMITED

Profit and loss account
for the year ended 31 December 2003

	Notes	2003 £	2002 £
Turnover		58,155	1,810
Cost of sales		747	-
Gross profit		58,902	1,810
Administrative expenses		(60,707)	(2,696)
Other operating income		380	-
Interest payable and similar charges		(1,715)	-
Loss on ordinary activities before taxation		(3,140)	(886)
Tax on loss on ordinary activities		-	-
Loss on ordinary activities after taxation		(3,140)	(886)
Loss for the year		(3,140)	(886)
Accumulated loss brought forward		(15,570)	(14,684)
Accumulated loss carried forward		(18,710)	(15,570)

The notes on pages 6 to 8 form an integral part of these financial statements.

WESTERHEATH LIMITED

Balance sheet
as at 31 December 2003

	Notes	2003 £	2003 £	2002 £	2002 £
Fixed assets					
Tangible assets	3		54,344		19,871
Current assets					
Stocks		2,021		-	
Debtors	4	2,125		-	
Cash at bank and in hand		3,022		220	
		7,168		220	
Creditors: amounts falling due within one year	5	(12,470)		(1,409)	
Net current liabilities			(5,302)		(1,189)
Total assets less current liabilities			49,042		18,682
Creditors: amounts falling due after more than one year	6		(33,500)		-
Net assets			15,542		18,682
Capital and reserves					
Called up share capital	7		34,252		34,252
Profit and loss account			(18,710)		(15,570)
Shareholders' funds			15,542		18,682

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

Balance sheet (continued)

Directors' statements required by Section 249B(4) for the year ended 31 December 2003

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

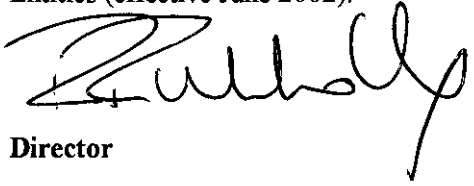
(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 December 2003 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

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



Director

The notes on pages 6 to 8 form an integral part of these financial statements.

Notes to the financial statements for the year ended 31 December 2003

1. Accounting policies

1.1. Accounting convention

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

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Plant and machinery	-	25% on cost
Fixtures, fittings and equipment	-	25% Straight Line

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

1.5. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

..... continued

2. Operating loss

	2003	2002
	£	£
Operating loss is stated after charging:		
Depreciation and other amounts written off tangible assets	9,308	498

3. Tangible fixed assets

	Short leasehold property	Plant and machinery	Fixtures, fittings and equipment	Total
	£	£	£	£
Cost				
At 1 January 2003	4,059	-	38,594	42,653
Additions	5,177	30,525	8,079	43,781
At 31 December 2003	9,236	30,525	46,673	86,434
Depreciation				
At 1 January 2003	1,716	-	21,066	22,782
Charge for the year	501	6,000	2,807	9,308
At 31 December 2003	2,217	6,000	23,873	32,090
Net book values				
At 31 December 2003	7,019	24,525	22,800	54,344
At 31 December 2002	2,343	-	17,528	19,871

	2003		2002	
Asset description	Net book value	Depreciation charge	Net book value	Depreciation charge
	£	£	£	£
Plant and machinery	24,525	6,000	-	-

4. Debtors

	2003	2002
	£	£
Other debtors	2,125	-

..... continued

5. Creditors: amounts falling due within one year	2003 £	2002 £
Net obligations under finance leases and hire purchase contracts	6,000	-
Directors' accounts	264	-
Accruals and deferred income	6,206	1,409
	12,470	1,409

6. Creditors: amounts falling due after more than one year	2003 £	2002 £
Shareholder loan	15,000	-
Net obligations under finance leases and hire purchase contracts	18,500	-
	33,500	-

7. Share capital	2003 £	2002 £
Authorised		
34,252 Ordinary shares of 1 each	34,252	34,252
Allotted, called up and fully paid		
34,252 Ordinary shares of 1 each	34,252	34,252