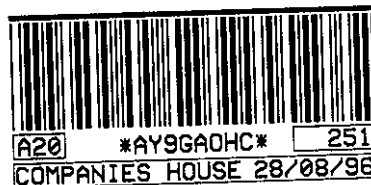


Ventureline Limited

Abbreviated Accounts

for the year ended 5 April 1996



2154708 (England and Wales)

Ventureline Limited

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Ventureline Limited

Auditors' Report to Ventureline 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 Ventureline Limited prepared under section 226 of the Companies Act 1985 for the year ended 5 April 1996.

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 5 April 1996, and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

Other information

On 25 June 1996 we reported, as auditors of Ventureline Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 5 April 1996, 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 and the accounting policies 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.

Ventureline Limited

Auditors' Report to Ventureline Limited

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985 (continued)

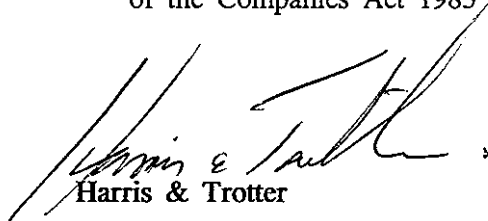
Basis of opinion

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 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 5 April 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.'



Harris & Trotter

Chartered Accountants
Registered Auditor

25 June 1996

8-10 Bulstrode Street
London W1M 6AH

Ventureline Limited

Abbreviated Balance Sheet as at 5 April 1996

	Notes	1996 £	1995 £
Fixed Assets			
Investments	2	112,450	88,450
Current Assets			
Stock		1,070,325	481,487
Debtors		45,697	427
Cash at bank and in hand		-	5
		<u>1,116,022</u>	<u>481,919</u>
Creditors: amounts falling due within one year	3	<u>(1,154,912)</u>	<u>(535,158)</u>
Net Current Liabilities		<u>(38,890)</u>	<u>(53,239)</u>
Total Assets Less Current Liabilities		<u>£ 73,560</u>	<u>£ 35,211</u>
Capital and Reserves			
Called up share capital	4	200	200
Profit and loss account		73,360	35,011
Shareholders' Funds		<u>£ 73,560</u>	<u>£ 35,211</u>

In preparing these abbreviated accounts:

- (a) Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985, and
- (b) In the directors' opinion the company is entitled to these exemptions as a small company.

In preparing the company's annual financial statements:

- (a) Advantage has been taken of special exemptions applicable to small companies conferred by Schedule 8 to the Companies Act 1985, and
- (b) In the directors' opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the Board on 25 June 1996

D. Freed

D. Freed
Director

L.A. Freed

L.A. Freed
Director

Ventureline Limited

Notes to the Abbreviated Accounts for the year ended 5 April 1996

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided in the UK net of VAT and trade discounts.

1.3 Investments

Fixed asset investments are stated at cost less any provision for a permanent diminution in value.

1.4 Stock

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

Ventureline Limited

Notes to the Abbreviated Accounts for the year ended 5 April 1996

2. Fixed Asset Investments	1996 £	1995 £
Shares in group undertakings and participating interests	8,450	8,450
Loans to group undertakings and undertakings in which the company has a participating interest	104,000	80,000
	<u>£ 112,450</u>	<u>£ 88,450</u>

Shares in group undertakings and participating interests

£

Cost

At 6 April 1995 &
at 5 April 1996

8,450

Net Book Values

At 5 April 1996

£ 8,450

At 5 April 1995

£ 8,450

In the opinion of the directors the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Loans to group undertakings and undertakings in which the company has a participating interest

£

Cost

At 6 April 1995
Additions

80,000
24,000

At 5 April 1996

104,000

Net Book Values

At 5 April 1996

£ 104,000

At 5 April 1995

£ 80,000

Ventureline Limited

Notes to the Abbreviated Accounts for the year ended 5 April 1996

2. Fixed Asset Investment (continued)

Holdings of more than 10%

The company holds more than 10% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	Nature of % Business
Participating interests			
Tulloch Ventureline Limited	Scotland	Ordinary	50 Property Developers

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit/(Loss) for the year
Tulloch Ventureline Limited	£83	£(17)

3. Creditors: amounts falling due within one year

The bank borrowings of £537,578 (1995 £125) are secured.

4. Share Capital

Authorised

100 'A' Ordinary shares of £1 each
50 'B' Ordinary shares of £1 each
50 'C' Ordinary shares of £1 each

	1996 £	1995 £
100 'A' Ordinary shares of £1 each	100	100
50 'B' Ordinary shares of £1 each	50	50
50 'C' Ordinary shares of £1 each	50	50
	£ 200	£ 200

Allotted, called up and fully paid

100 'A' Ordinary shares of £1 each
50 'B' Ordinary shares of £1 each
50 'C' Ordinary shares of £1 each

	1996 £	1995 £
100 'A' Ordinary shares of £1 each	100	100
50 'B' Ordinary shares of £1 each	50	50
50 'C' Ordinary shares of £1 each	50	50
	£ 200	£ 200

5. Transactions With Directors

Included in other creditors is the sum of £3,486 (1995 £3,486) owed to Millbrook Lodge Limited, a company of which Mr D Freed is a Director.

Consultancy fees in the sum of £32,080 (1995 £10,758) is payable to Linn Consultants . Mr K Maguire is a partner of that firm.