

Registered no. 2446292

FREEBOURNE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 OCTOBER 1997

GARY SARGEANT & COMPANY
5 WHITE OAK SQUARE
LONDON ROAD
SWANLEY, KENT
BR8 7AG



FREEBOURNE LIMITED

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FREEBOURNE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 1997

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors

A Pillow
R H Turner

Secretary

R H Turner

Registered Office

5 White oak square
London road
Swanley
Kent BR8 7AG

Principal Activities

The principal activity of the company throughout the year was that of property maintenance.

Results and Dividends

The results of the year's trading and the financial position of the company are shown in the annexed accounts.

Directors

The present directors are as shown above. All served on the board throughout the year.

FREEBOURNE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 1997 (CONT)

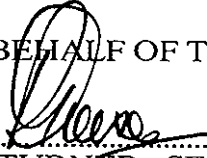
Directors' Interests

The interests of the directors in the shares of the company at the beginning and end of the year, were as follows:

	31 October 1997	1 November 1996
A PILLOW		
Beneficial interests	0	1
R H TURNER		
Beneficial interests	51	98

The directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD


.....
R H TURNER - SECRETARY

Date:

29 October 1998

FREEBOURNE LIMITED

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF FREEBOURNE LIMITED

We report on the accounts for the year ended 31 October 1997 set out on pages 4 to 9.

Respective responsibilities of directors and reporting accountants

As described on the balance sheet the company's directors are responsible for the preparation of the accounts, 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 accounts 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 accounts 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 accounts 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 accounts 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).


GARY SARGEANT & COMPANY
Reporting Accountants

Date:

29 October 1998

**5 WHITE OAK SQUARE
LONDON ROAD
SWANLEY, KENT
BR8 7AG**

FREEBOURNE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 1997

	Note	1997 £	1996 £
TURNOVER	2	96,886	114,650
Cost of sales		28,986	47,348
GROSS PROFIT		<u>67,900</u>	<u>67,302</u>
Net operating expenses	3	42,562	59,732
OPERATING PROFIT	4	<u>25,338</u>	<u>7,570</u>
Other interest receivable and similar income		33	62
Interest payable and similar charges		(307)	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>25,064</u>	<u>7,632</u>
Tax on profit on ordinary activities	5	6,906	2,438
PROFIT FOR THE FINANCIAL YEAR		<u>18,158</u>	<u>5,194</u>
Dividends		24,000	9,000
RETAINED LOSS FOR THE YEAR		<u>(5,842)</u>	<u>(3,806)</u>
Retained profits/(losses) brought forward		16,369	20,175
RETAINED PROFIT CARRIED FORWARD		<u><u>10,527</u></u>	<u><u>16,369</u></u>

The annexed notes form part of these financial statements.

FREEBOURNE LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 OCTOBER 1997

	1997 £	1996 £
Profit for the financial year	18,158	5,194
Total recognised gains and losses relating to the year	<u>18,158</u>	<u>5,194</u>

FREEBOURNE LIMITED

BALANCE SHEET AT 31 OCTOBER 1997

	Note	1997 £	1996 £
FIXED ASSETS			
Tangible assets	6	13,107	9,301
CURRENT ASSETS			
Stocks		850	1,300
Debtors	7	30,889	35,078
Cash at bank and in hand		2,674	386
		<u>34,413</u>	<u>36,764</u>
CREDITORS			
Amounts falling due within one year	8	<u>36,893</u>	<u>29,596</u>
NET CURRENT LIABILITIES		(2,480)	7,168
NET ASSETS		<u>10,627</u>	<u>16,469</u>
CAPITAL AND RESERVES			
Called up share capital	9	100	100
Profit and loss account		<u>10,527</u>	<u>16,369</u>
SHAREHOLDERS' FUNDS		<u>10,627</u>	<u>16,469</u>

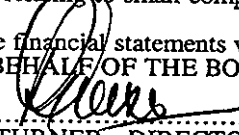
The directors are satisfied that the company was entitled to exemption under subsection (2) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:

- i ensuring that the company keeps accounting records which comply with section 221; and
- ii preparing accounts 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements have been 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.

These financial statements were approved by the board on 29/10/98
ON BEHALF OF THE BOARD


R H TURNER - DIRECTOR

Date:

29 October 1998

The annexed notes form part of these financial statements.

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997

1. ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Basis of Preparation of Financial Statements

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

The effect of events in relation to the year ended 31 October 1997 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 October 1997 and of the results for the year ended on that date.

Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Plant and machinery	- 15% per annum of cost
Fixtures and fittings	- 15% per annum of cost
Motor vehicles	- 25% per annum of cost

2. TURNOVER

The company's turnover represents the value of goods and services supplied to customers during the year.

3. NET OPERATING EXPENSES

	1997 £	1996 £
Distribution costs	4,000	2,380
Administrative expenses	38,562	57,352
	<u>42,562</u>	<u>59,732</u>

4. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	1997 £	1996 £
Directors' emoluments	-	23,246
Depreciation and amortisation of owned assets	<u>3,869</u>	<u>2,512</u>

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997 (CONT)

5. TAXATION ON ORDINARY ACTIVITIES

	1997 £	1996 £
Current year		
Corporation tax at 23 & 21 %	6,906	2,438

6. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and equipment £	Motor vehicles £	Total £
Cost				
At 1 November 1996	1,451	3,976	18,766	24,193
Additions	-	-	7,675	7,675
Revaluations	-	-	-	-
Intra-group transfers	-	-	-	-
Disposals	-	-	-	-
At 31 October 1997	1,451	3,976	26,441	31,868
Depreciation				
At 1 November 1996	346	1,333	13,213	14,892
Charge for the year	166	396	3,307	3,869
Revaluations	-	-	-	-
Intra-group transfers	-	-	-	-
Elimination on disposals	-	-	-	-
At 31 October 1997	512	1,729	16,520	18,761
Net book value				
At 31 October 1997	939	2,247	9,921	13,107
At 31 October 1996	1,105	2,643	5,553	9,301

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997 (CONT)

7. DEBTORS

	1997 £	1996 £
Trade debtors	30,323	33,856
Other debtors	566	1,222
	<u>30,889</u>	<u>35,078</u>

8. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	1997 £	1996 £
Bank loans and overdrafts	21,336	6,150
Trade creditors	5,330	11,380
Corporation tax payable	4,154	2,438
Other taxes and social security	4,630	7,243
Other creditors	1,443	2,385
	<u>36,893</u>	<u>29,596</u>

9. SHARE CAPITAL

	1997 £	1996 £
Authorised 1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>