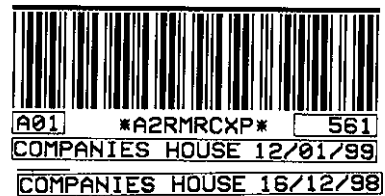


3413607

BUILDSAVE LIMITED
PERIOD FROM 1ST AUGUST 1997 TO 31ST AUGUST 1998

FINANCIAL STATEMENTS



IAN H ROSS & CO
Chartered Accountants

BUILDSAVE LIMITED
PERIOD FROM 1ST AUGUST 1997 TO 31ST AUGUST 1998
Company Number: 3413607
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BUILDSAVE LIMITED
REPORT OF THE DIRECTOR

The Director presents his first Annual Report and the Financial Statements
for the period ended 31st August 1998

DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the company and of the Profit or Loss of the company for that year. In preparing those financial statements, the director is required to:

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

The director is responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

PRINCIPAL ACTIVITIES

The Company was incorporated on 1st August 1997 and intends to commence trading on 25th November 1998. The principal activity of the Company is that of Builders Merchants.

RESULTS

The loss for the period, after taxation, was £5,748.

DIRECTORS AND DIRECTOR'S INTERESTS

The Director during the period and his shareholdings were as follows:

Ordinary 'A' shares of £1 each
Beginning and end of period

Mr M W Boulton

2

By order of the Board

Jacqueline S. Orr

.....
MS J S ORR
(Secretary)

205-207 Crescent Road
New Barnet
Herts EN4 8SB

Dated this 3rd day of December 1998

IAN H. ROSS & CO.

Chartered Accountants

I. H. Ross, FCA

205/207 Crescent Road, New Barnet, Hertfordshire, EN4 8SB

Tel: 0181 441 0338

Fax: 0181 440 9961

30th November 1998

The Director
Buildsave Limited
30 Wilton Road
Muswell Hill
London
N10 1LS

ACCOUNTANT'S REPORT

In accordance with instructions given to us, we have prepared without carrying out an audit, the accompanying Accounts of the period 31st August 1998 from the accounting records of Buildsave Limited and from information and explanations supplied to us.

Inasmuch as no auditing procedures have been performed, we are precluded from expressing an opinion thereon.



.....
Chartered Accountants

BUILDSAVE LIMITED
BALANCE SHEET AS AT 31ST AUGUST 1998

	£
CURRENT ASSETS	
Debtors (Note 2)	23,230
Cash at bank (Note 3)	5,789
	29,019
CREDITORS: Amounts falling due within one year (Note 4)	34,765
Net Current Liabilities	(5,746)
TOTAL ASSETS LESS CURRENT LIABILITIES	£ (5,746)
CAPITAL AND RESERVES	
Called-up share capital (Note 5)	2
Profit and Loss Account	(5,748)
	£ (5,746)

The director has:

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1)
- b) confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985
- c) acknowledged his responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985
- d) acknowledged his responsibilities for preparing accounts which give a true and fair view of the company as at 31st August 1998, and of the loss for the period then ended, in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.
- e) (i) taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985 and
(ii) in his opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.


.....
M W BOULTON (Director)

Dated this 3rd day of December 1998

BUILDSAVE LIMITED
 PROFIT AND LOSS ACCOUNT
 PERIOD ENDED 31ST AUGUST 1998

	£	£
TURNOVER		-
ADMINISTRATIVE EXPENSES:		
Trade licences, planning fees, etc	1,090	
Accountancy fees	975	
Bank charges	69	
Advertisements	1,085	
Printing, postage, and stationery	574	
Legal fees	1,865	
Formation costs	90	
		5,748
LOSS BEFORE TAXATION		(5,748)
Taxation		-
LOSS AFTER TAXATION CARRIED FORWARD		£ (5,748)

There were no recognised gains or losses in the period other than those recorded in the Profit and Loss Account.

BUILDSAVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 31ST AGUST 1998

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

2 DEBTORS

VAT	2,230
Rent deposit	10,500
Prepayment	10,500
	£ 23,230

3 CASH AT BANK

Bank current account	789
Ian H Ross & Co: Client Account	5,000
	£ 5,789

4 CREDITORS

Loans	34,365
Accrued expenses	400
	£ 34,765

All creditors are repayable within five years.

5 SHARE CAPITAL

	'A' Ordinary £1 Shares	'B' Ordinary £1 Shares	Total
Authorised:			
On incorporation	£ 50,000	£ 50,000	£ 100,000
Increased on 21st May 1998	£ 200,000	£ 200,000	£ 400,000
At 31st August 1998	£ 250,000	£ 250,000	£ 500,000
Allotted, called-up and fully paid:			
Issued on 27th October 1997	£ 2	£ -	£ 2

6 ENTERPRISE INVESTMENT SCHEME

The Company intends to issue shares under the "EIS" Scheme, for which provisional approval has been applied for from the Inland Revenue.