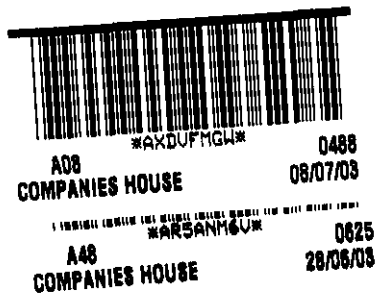


DELTAFIRST HOMES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2002

I N D E X

1. Director's Report.
2. Balance Sheet.
3. Profit and Loss Account.
4. Notes to the Accounts.
5. Trading and Profit and Loss Account.



**DELTAFIRST HOMES LIMITED
DIRECTORS' REPORT**

Director's: Mr. N Clayton
Mr. L. Herbert
Mr. R. Herbert

Registered
Office: 123 Cross Lane East
Gravesend
Kent DA12 5HA

The Directors have pleasure in submitting your Company's financial statements for the year ended 30 September 2002.

1. **PRINCIPAL ACTIVITIES**

The main activity of the Company is that of property development.

2. **AFFAIRS OF THE COMPANY**

The state of affairs of the Company is shown in the annexed Accounts and the Director's have no further comments to make.

3. **TAXATION STATUS**

The Company is a "Closed Company" within the terms of the Income and Corporation Taxes Act 1988.

4. **TURNOVER & EXPORTS**

The turnover for the year ended 30 September 2002 was £nil.

5. **SMALL COMPANIES' EXEMPTION**

The Director's certify that they have taken advantage of Sections 247-249 Companies Act 1985. They do so on the ground that the Company is a small Company and is entitled to benefit from these Sections.

6. **DONATIONS**

The Company made neither any charitable donations nor any political contributions.

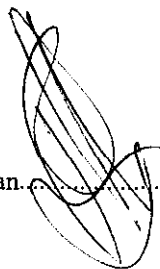
7. **DIRECTOR'S INTERESTS IN THE COMPANY**

The interests of the Director's in the shares of the Company are:

Mr N Clayton

1 ORDINARY SHARE AT £1.00

SIGNED ON BEHALF OF THE BOARD Chairman.....



DELTAFIRST HOMES LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2002

	NOTE	£	£	£	£
NET ASSETS		2001		2002	
Bank Account		15457		0	
Debtors		1987		1451	
Work in Progress		130000		210000	
		-----		-----	
		147444		211451	
 NET LIABILITIES					
Creditors/Accruals	1	95793		157903	
		-----		-----	
		95793		157903	
 NET ASSETS LESS					
NET LIABILITIES			51651		53548
			=====		=====
 REPRESENTED BY:					
Share Capital	2	2		2	
Director's Loan Account		50000		50000	
Profit and Loss Account C/F		1649		3546	
		-----		-----	
			51651		53548
			=====		=====

We hereby take advantage of s247, Companies Act 1985, by virtue of being a small company within the meaning of s248 of the same Act. For further information regarding the above see the annexed Notes to the Accounts which form an integral part of these Accounts.

The Directors a) have taken advantage of the Companies Act 1985 S249A(1) in not having these Accounts audited.
b) have confirmed that no notice has been deposited under S249B(2) of the Companies Act 1985
c) acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with s221 of the Companies Act 1985.

d) acknowledge their responsibilities for preparing Accounts which give a true and fair view of the Company and of its profit in the period ended 30 September 2002 in accordance with the requirements of s226, and which otherwise comply with the requirements of the Act relating to Accounts, so far as applicable to this Company.

e) (i) has taken advantage of the exemptions conferred by part iii of schedule 8 of the Companies Act 1985.

(ii) in his opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

----- Director

20/6/03 ----- Date

DELTAFIRST HOMES LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30 SEPTEMBER 2002**

	£ 2001	£ 2002
SALES	0	0
Cost of Sales	-7000	-11000
	-----	-----
OPERATING LOSS	7000	11000
Other Receipts	0	289
	-----	-----
	7000	11289
LESS:		
Overheads	5225	9292
	-----	-----
NET LOSS BEFORE TAXATION	1775	1997
Corporation Tax	133	100
	-----	-----
Net Loss after Taxation	1642	1897
Dividends Payable	0	0
	-----	-----
LOSS FOR THE YEAR	1642	1897
Profit & Loss Account B/F	7	1649
	-----	-----
Profit & Loss Account C/F	1649	3546
	=====	=====

DELTAFIRST HOMES LIMITED**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 30 SEPTEMBER 2002****1 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	£ 2001	£ 2002
Corporation tax	133	100
Creditors & Accruals	95660	96760
Loan Account	0	60000
Bank Overdraft	0	1043
	-----	-----
	95793	157903
	=====	=====

2 SHARE CAPITAL

Authorised issued and fully paid Ordinary share capital :-	TWO	TWO
	=====	=====

3 COST OF SALES

	£	£
Opening W I P	30000	130000
Cost of Land	50000	0
Building Cost	43000	69000
	-----	-----
	123000	199000
	=====	=====