

Denarius Investment Company Limited

Abbreviated accounts
for the year ended 30 April 1997

Registered no: 80962

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**Report of the auditors to the directors of Denarius Investment Company Limited
pursuant to section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 4 together with the full financial statements of Denarius Investment Company Limited for the year ended 30 April 1997, prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of the directors and auditors

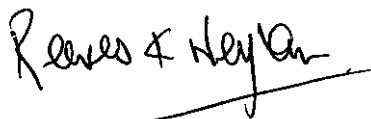
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with the events after the date of our report on the accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared and in accordance with those provisions.



Reeves & Neylan
Chartered Accountants & Registered Auditors
Perth
26 February 1998

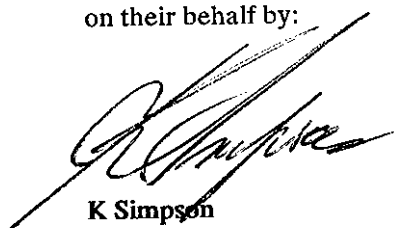
Denarius Investment Company Limited

Balance sheet at 30 April 1997

	Note	1997 £	£	1996 £	£
Fixed assets					
Tangible assets	1		685,796		517,941
Investments	2		-		-
			<u>685,796</u>		<u>517,941</u>
Current assets					
Debtors		29,500		14,808	
Creditors: amounts falling due within one year	3	<u>346,591</u>		<u>140,145</u>	
Net current liabilities			<u>(317,091)</u>		<u>(125,337)</u>
Net assets			<u><u>368,705</u></u>		<u><u>392,604</u></u>
Capital and reserves					
Called up share capital	4		90,000		90,000
Revaluation reserve			148,586		148,586
Profit and loss account			130,119		154,018
			<u><u>368,705</u></u>		<u><u>392,604</u></u>

The abbreviated accounts have been prepared in accordance with special provisions of Part VII of the Companies Act 1985 applicable to small companies.

The abbreviated accounts were approved by the board of directors on 26 February 1998 and signed on their behalf by:



K Simpson
Director

The accounting policies and notes on pages 3 and 4 form part of the financial statements.

Denarius Investment Company Limited

Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

These financial statements are prepared in accordance with the historical cost convention as modified to include revaluation of investment properties.

Consolidation of accounts

The directors have taken advantage of the exemption conferred by S248 of the Companies Act 1985 which exempts a small group from preparing consolidated accounts.

Tangible fixed assets

All tangible fixed assets are recorded at purchase cost together with any incidental costs of acquisition.

Certain of the company's properties are held for long term investment and, in accordance with SSAP19:

- (i) Investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve.
- (ii) No depreciation or amortisation is provided in respect of freehold investment properties and leasehold investment properties with over 20 years of the lease remaining.

The directors consider that this accounting policy results in the accounts giving a true and fair view.

In accordance with SSAP12, no depreciation is provided on land included in heritable property.

Cash flow statement

The company is exempt from the requirement to publish a cash flow statement under FRS1.

Deferred taxation

Provision is made for deferred taxation, using the liability method, on all material timing differences to the extent that it is probable that a liability or asset will crystallise.

Pension scheme arrangements

The company operates a defined contribution pension scheme for the benefit of its directors and employees. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Denarius Investment Company Limited

Notes to the abbreviated accounts for the year ended 30 April 1997

1 Tangible fixed assets

	Total £	Heritable property £	Investment properties £
Cost			
At 1 May 1996	517,941	177,941	340,000
Additions in year	167,855	1,084	166,771
At 30 April 1997	685,796	179,025	506,771
Depreciation			
At 1 May 1996	-	-	-
Charge for year	-	-	-
At 30 April 1997	-	-	-
Net book value			
At 30 April 1997	685,796	179,025	506,771

The company's investment properties were valued by J & E Shepherd, Chartered Surveyors on 10 May 1994 at £340,000. The director, Mr Simpson, has confirmed this value was fair and reasonable at 30 April 1997. The historical cost is £191,414.

2 Investments

	1997 £	1996 £
Shares in group undertaking	-	-

The company owns 100% of the issued ordinary share capital of Cal-Arabian Limited, whose principal activity is the provision of building services to the property development industry. During the year ended 30 April 1997, Cal-Arabian Limited made a profit of £5,879 (1996 - losses £46,713) and its net liabilities were £19,006 (1996 - £24,885).

3 Bank overdraft

	1997 £	1996 £
Bank overdraft is repayable as follows:		
In one year or less	186,383	61,976

The bank overdraft is secured by a floating charge over the assets of the company.

4 Called up share capital

	1997 £	1996 £
Authorised		
Ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid		
Ordinary shares of £1 each	90,000	90,000

