REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MAY 2002

FOR VINEBRAY LIMITED

SC 97631



VINEBRAY LIMITED

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for the Year Ended 31 May 2002

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VINEBRAY LIMITED

COMPANY INFORMATION
for the Year ended 31 May 2002

DIRECTOR	D J Young
SECRETARY	J Douglas Pearson
REGISTERED OFFICE:	18 Alva Street Edinburgh EH2 4QN
REGISTERED NUMBER:	099481 (Scotland)
BANKERS:	Royal Bank of Scotland West End Branch 142/144 Princes Street Edinburgh EH2 4EQ
SOLICITORS:	Russel and Aitken 27 Rutland Square Edinburgh EH1 2BY

VINEBRAY LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 May 2002

The directors present their report with the financial statement of the company for the year ended 31 May 2002.

DIRECTORS

The directors during the year under review were:

D J Young
C A Young

The beneficial interest of the directors holding office on 31 May 2002 in the issued share capital of the company were:

	31.5.02	1.6.01
Ordinary £1 shares		
D J Young	1	1
C A Young	1	1

ON BEHALF OF THE BOARD:

.....
J D Pearson – Secretary

Dated:
28 March 2003.

VINEBRAY LIMITED

BALANCE SHEET
31 May 2002

	Notes	31.5.02 £	31.5.01 £
CURRENT ASSETS:			
Stocks		247,025	247,025
Cash in hand		2	2
		247,027	247,027
CREDITORS: Amounts falling due within one year	2	409,840	409,840
NET CURRENT LIABILITIES:		(162,813)	(162,813)
TOTAL ASSETS LESS CURRENT LIABILITIES:		£(162,813)	£(162,813)
CAPITAL AND RESERVES:			
Called up share capital	3	2	2
Profit and loss account		(162,815)	(162,815)
Shareholders' funds		£(162,813)	£(162,813)

For the year ended 31 May 2002 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

No members have required the company to obtain an audit of its accounts for the year in questions in accordance with section 249B(2).

The directors acknowledge their responsibility for:

a) Ensuring the company keeps accounting records which comply with section 221;

b) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

ON BEHALF OF THE BOARD:

.....
D J Young – Director

Approved by the Board on 28 March 2003

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 May 2002

During the financial year and the preceding year the company has not traded and has received no income and incurred no expenditure. Consequently, during those periods the company has made neither a profit nor a loss.

The notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 May 2002

1. ACCOUNTING POLICIES

Going Concern
The directors are currently seeking funding for a major project. The financial statements have been prepared on the going concern basis which assumes that the company will continue in operational existence for the foreseeable future. The validity of this assumption depends on funding being obtained, and the continued support of the bank. The financial statements do not include any adjustments that would result from a failure to obtain funding.

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The company was dormant throughout the current and previous years.

Stocks
Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.02	31.5.01
	£	£
Bank loans and overdrafts	406,361	406,361
Other creditors	1,239	1,239
Accrued expenses	2,240	2,240
	409,840	409,840

The bank overdraft which has been frozen is secured by Standard Security and a bond and floating charge. The bank are monitoring the situation in light of current negotiations with a funding institution.

3. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.5.02 £	31.5.01 £
100	Ordinary	£1	100	100

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.5.02 £	31.5.01 £
2	Ordinary	£1	2	2

4. RELATED PARTY DISCLOSURES

The loan shown in creditors falling due within one year is from Derek Young (International Property Consultants Ltd), a company wholly owned by the directors. The balance of the loan represents accumulated costs on a major project for which funding is being sought. The company's ability to repay the loan is dependent on success in obtaining funding.