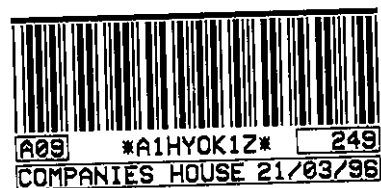


SURAL ENTERPRISES LIMITED

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST, 1995**

Registered Number: 1843485



*Spain Brothers & Co.
Chartered Accountants
16 Lonsdale Gardens
Tunbridge Wells, Kent
TN1 1NU*

SURAL ENTERPRISES LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST, 1995

INDEX

Page No:

- | | |
|-----|---|
| 1. | Company Information. |
| 2. | Report of the Director. |
| 3. | Accountant's Report. |
| 4. | Profit and Loss Account. |
| 6. | Balance Sheet. |
| 7. | Notes forming part of the Financial Statements. |
| 11. | Detailed Trading and Profit and Loss Account. |

SURAL ENTERPRISES LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31ST AUGUST, 1995

Incorporated in England and Wales on 24th August, 1984

DIRECTOR

W. Ericsson Esq.

SECRETARY

M.B. Corporate Services Limited

REGISTERED OFFICE

Norway House
21-24 Cockspur Street
London

ACCOUNTANTS

Spain Brothers & Co.
Chartered Accountants
16 Lonsdale Gardens
Tunbridge Wells
Kent

COMPANY NUMBER

1843485

SURAL ENTERPRISES LIMITED

REPORT OF THE DIRECTOR **FOR THE YEAR ENDED 31ST AUGUST, 1995**

The director presents his report, together with the financial statements for the year ended 31st August, 1995.

1. PRINCIPAL ACTIVITY

The principal activity of the Company continued to be that of Property Management, Building Maintenance and Development.

2. DIRECTOR

The director who served during the year and his interest in shares of the Company was:

	<u>31st August, 1995</u>		<u>£1 Ordinary Shares</u>	
	<u>'A' Shares</u>	<u>'B' Shares</u>	<u>1st September, 1994</u>	
			<u>'A' Shares</u>	<u>'B' Shares</u>
W. Ericsson Esq.	11,592	1,288	11,592	1,288

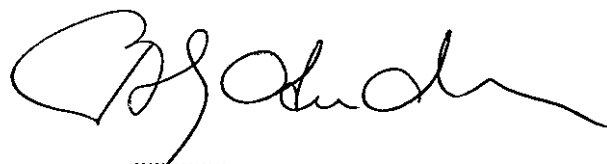
3. ACCOUNTANTS

As a result of amendments to Company Legislation, the financial statements of Sural Enterprises Limited no longer need to be audited.

In preparing this report the director has taken advantage of the special exemptions available to small companies.

This report was approved by the Board on 24th November 1995

BY ORDER OF THE BOARD



.....
M.B. Corporate Services Limited
Secretary

Norway House
21-24 Cockspur Street
London

SURAL ENTERPRISES LIMITED

ACCOUNTANT'S REPORT

In accordance with instructions given to us, we have prepared the financial statements set out on pages 4 to 9 from the accounting records of Sural Enterprises Limited and from the information and explanations supplied to us by the Management of the Company.

We have not audited the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Tunbridge Wells

Spain Brothers & Co.
SPAIN BROTHERS & CO.
Chartered Accountants

Date: 30 November 1995

SURAL ENTERPRISES LIMITED

PROFIT AND LOSS ACCOUNT **FOR THE YEAR ENDED 31ST AUGUST, 1995**

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
<u>TURNOVER</u>		-	-
Cost of Sales		-	-
<u>GROSS PROFIT</u>		-	-
Administrative Expenses		(1,022)	(997)
<u>OPERATING LOSS</u>	2	(1,022)	(997)
Tax on Loss on Ordinary Activities		-	-
<u>LOSS FOR THE FINANCIAL YEAR</u>	7	(£1,022)	(£997)

CONTINUING OPERATIONS

None of the Company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the loss for the above two financial years.

The notes on pages 7 to 9 form part of these financial statements.

SURAL ENTERPRISES LIMITED

BALANCE SHEET AS AT 31ST AUGUST, 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
<u>CURRENT ASSETS</u>			
Stock	3	99,348	99,348
Debtors	4	4,408	4,408
Cash at Bank and in Hand		100	100
		<u>103,856</u>	<u>103,856</u>
<u>CREDITORS</u>			
Amounts falling due within one year	5	<u>(15,593)</u>	<u>(14,571)</u>
<u>NET CURRENT ASSETS</u>			
		88,263	89,285
<u>NET ASSETS</u>			
		<u>£88,263</u>	<u>£89,285</u>
 <u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	6	128,800	128,800
Profit and Loss Account	7	<u>(40,537)</u>	<u>(39,515)</u>
	8	<u>£88,263</u>	<u>£89,285</u>

The notes on pages 7 to 9 form part of these financial statements.

SURAL ENTERPRISES LIMITED

BALANCE SHEET AS AT 31ST AUGUST, 1995
(Continued)

The director has taken advantage of the exemptions conferred by Section 249A(1) not to have these financial statements audited and confirms that no notice has been deposited under Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for ensuring that:

- The Company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- The financial statements give a true and fair view of the state of the affairs of the Company as at 31st August, 1995 and of its loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements so far as applicable to the Company.

The director has taken advantage in preparing these financial statements of special exemptions applicable to small companies on the grounds that the Company is a small company.

Approved by the Director on 19 NOVEMBER 1995

and signed by

Director



The notes on pages 7 to 9 form part of these financial statements.

SURAL ENTERPRISES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 1995

1. ACCOUNTING POLICIES

Cash Flow Statement

The Company qualifies as a small company under the Companies Act 1985. The director has elected to take advantage of the exemptions under FRS1 not to prepare a cash flow statement.

Turnover

Turnover comprises amounts derived from the provision of goods and services in the normal course of business net of discounts, value added tax and other related sales.

Foreign Currencies

Assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the Balance Sheet date. Transactions denominated in foreign currencies are translated at the rate of exchange ruling at the transaction date. Exchange gains or losses are dealt with in the profit and loss account.

Stock

Stock is stated at the lower of cost and net realisable value. Cost includes all expenditure incurred in the normal course of business in bringing the stock to its present location and condition at the balance sheet date. Net realisable value comprises the estimated selling price after allowing for all further costs of completion and disposal.

2. OPERATING LOSS

Operating Loss is stated after charging:

Accountant's Remuneration:

– Accountant's Fee

<u>1995</u>	<u>1994</u>
£395	£390

3. STOCK

Land and Materials

<u>1995</u>	<u>1994</u>
£99,348	£99,348

SURAL ENTERPRISES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 1995 (Continued)

4. DEBTORS

Amounts falling due within one year:

Other Debtors

<u>1995</u>	<u>1994</u>
£4,408	£4,408

5. CREDITORS

Amounts falling due within one year:

Director's Current Account
Accruals

<u>1995</u>	<u>1994</u>
14,571	13,574
1,022	997
£15,593	£14,571

6. CALLED UP SHARE CAPITAL

Authorised:

12,880 'A' Ordinary Shares of £1 each
115,920 'B' Ordinary Non-Voting Shares of £1 each

<u>1995</u>	<u>1994</u>
12,880	12,880
115,920	115,920
£128,800	£128,800

Issued and Fully Paid:

12,880 'A' Ordinary Shares of £1 each
115,920 'B' Ordinary Non-Voting Shares of £1 each

<u>1995</u>	<u>1994</u>
12,880	12,880
115,920	115,920
£128,800	£128,800

SURAL ENTERPRISES LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 1995 (Continued)

7. RESERVES

	Profit and Loss Account	Total
At Beginning of Year as Previously Stated	(39,515)	(39,515)
Transfer from Profit and Loss Account for the Year	(1,022)	(1,022)
At End of Year	(£40,537)	(£40,537)

8. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1995	1994
Loss for the Financial Year	(1,022)	(997)
Opening Shareholders' Funds	89,285	90,282
Closing Shareholders' Funds	£88,263	£89,285