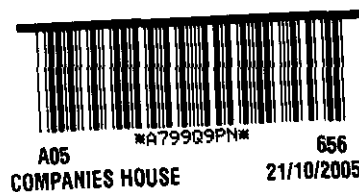


REGISTERED NUMBER: 3006765 (England and Wales)

breslin cox

business advisors chartered accountants taxation specialists

Abbreviated Accounts
for the Year Ended 30 June 2005
for
Weatherbeeta Limited



Weatherbeeta Limited

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for the Year Ended 30 June 2005

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Weatherbeeta Limited

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Weatherbeeta Limited

Company Information
for the Year Ended 30 June 2005

DIRECTORS:

R G Bates
J M R Bucknell
G A Sinclair
J H C Kennard

SECRETARY:

M Abrahart

REGISTERED OFFICE:

Greenway House
Sugarswell Business Park
Shenington
Banbury
Oxfordshire
OX15 6HW

REGISTERED NUMBER:

3006765 (England and Wales)

AUDITORS:

Breslin Banbury Limited
Registered Auditors
Greenway House
Sugarswell Business Park
Shenington
Banbury
Oxfordshire
OX15 6HW

BANKERS:

HSBC
17 Market Place
Banbury
Oxfordshire
OX16 5ED

Weatherbeeta Limited

Report of the Directors
for the Year Ended 30 June 2005

The directors present their report with the accounts of the company for the year ended 30 June 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the wholesaling of equestrian equipment.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

DIVIDENDS

No dividends will be distributed for the year ended 30 June 2005.

DIRECTORS

The directors during the year under review were:

R G Bates
J M R Bucknell
G A Sinclair
J H C Kennard

The directors holding office at 30 June 2005 did not hold any beneficial interest in the issued share capital of the company at 1 July 2004 or 30 June 2005.

The directors' interests in the company's parent company are disclosed in that company's financial statements.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to


- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

AUDITORS

The auditors, Breslin Banbury Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
M Abrahart - Secretary

Date: 17 October 2005

Report of the Independent Auditors to
Weatherbeeta Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages four to thirteen, together with the full financial statements of the company for the year ended 30 June 2005 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

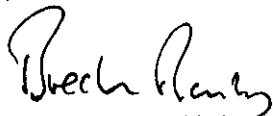
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision 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 financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages four to thirteen are properly prepared in accordance with that provision.



Breslin Banbury Limited
Registered Auditors
Greenway House
Sugarswell Business Park
Shenington
Banbury
Oxfordshire
OX15 6HW

Date: 18th October 2005

Weatherbeeta Limited

Abbreviated Profit and Loss Account
for the Year Ended 30 June 2005

		<u>30.6.05</u>	<u>30.6.04</u>
	Notes	£	£
GROSS PROFIT		4,190,501	4,308,855
Administrative expenses		<u>4,523,680</u>	<u>3,714,512</u>
OPERATING (LOSS)/PROFIT	3	(333,179)	594,343
Interest receivable and similar income		<u>6,626</u>	<u>1,549</u>
		(326,553)	595,892
Interest payable and similar charges	4	<u>218,270</u>	<u>91,516</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(544,823)	504,376
Tax on (loss)/profit on ordinary activities	5	<u>(170,492)</u>	<u>174,926</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		(374,331)	329,450
Retained profit brought forward		<u>1,151,711</u>	<u>822,261</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£777,380</u></u>	<u><u>£1,151,711</u></u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the loss for the current year and the profit for the previous year.

The notes form part of these abbreviated accounts

Weatherbeeta Limited

Abbreviated Balance Sheet
30 June 2005

		<u>30.6.05</u>		<u>30.6.04</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	6		147,333		55,479
CURRENT ASSETS:					
Stocks	7	4,466,109		2,094,668	
Debtors	8	3,290,258		3,103,641	
Cash at bank and in hand		<u>140,496</u>		<u>94,310</u>	
		7,896,863		5,292,619	
CREDITORS: Amounts falling due within one year	9	<u>5,245,166</u>		<u>2,174,737</u>	
NET CURRENT ASSETS:			<u>2,651,697</u>		<u>3,117,882</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			2,799,030		3,173,361
CREDITORS: Amounts falling due after more than one year	10		<u>1,055,904</u>		<u>1,055,904</u>
			<u>£1,743,126</u>		<u>£2,117,457</u>
CAPITAL AND RESERVES:					
Called up share capital	14		965,746		965,746
Profit and loss account			<u>777,380</u>		<u>1,151,711</u>
SHAREHOLDERS' FUNDS:	17		<u>£1,743,126</u>		<u>£2,117,457</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:


.....
- Director

Approved by the Board on 29/9/05

The notes form part of these abbreviated accounts

Weatherbeeta Limited

Cash Flow Statement
for the Year Ended 30 June 2005

		<u>30.6.05</u>	<u>30.6.04</u>
	Notes	£	£
Net cash (outflow)/inflow from operating activities	1	(750,176)	225,535
Returns on investments and servicing of finance	2	(211,644)	(89,967)
Taxation		(86,728)	(204,467)
Capital expenditure	2	<u>(133,916)</u>	<u>(10,469)</u>
Decrease in cash in the period		<u>£(1,182,464)</u>	<u>£(79,368)</u>

Reconciliation of net cash flow to movement in net debt

3

Decrease in cash in the period	<u>(1,182,464)</u>	<u>(79,368)</u>
Change in net debt resulting from cash flows	<u>(1,182,464)</u>	<u>(79,368)</u>
Movement in net debt in the period	<u>(1,182,464)</u>	<u>(79,368)</u>
Net debt at 1 July	<u>(1,983,523)</u>	<u>(1,904,155)</u>
Net debt at 30 June	<u>£(3,165,987)</u>	<u>£(1,983,523)</u>

The notes form part of these abbreviated accounts

Weatherbeeta Limited

Notes to the Cash Flow Statement
for the Year Ended 30 June 2005

1. **RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES**

	30.6.05 £	30.6.04 £
Operating (loss)/profit	(333,179)	594,343
Depreciation charges	39,937	35,970
Loss on sale of fixed assets	2,125	74,897
Increase in stocks	(2,371,441)	(442,759)
Decrease/(Increase) in debtors	89,227	(515,106)
Increase in creditors	<u>1,823,155</u>	<u>478,190</u>
Net cash (outflow)/inflow from operating activities	<u><u>(750,176)</u></u>	<u><u>225,535</u></u>

2. **ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	30.6.05 £	30.6.04 £
Returns on investments and servicing of finance		
Interest received	6,626	1,549
Interest paid	<u>(218,270)</u>	<u>(91,516)</u>
Net cash outflow for returns on investments and servicing of finance	<u><u>(211,644)</u></u>	<u><u>(89,967)</u></u>
Capital expenditure		
Purchase of tangible fixed assets	<u>(133,916)</u>	<u>(10,469)</u>
Net cash outflow for capital expenditure	<u><u>(133,916)</u></u>	<u><u>(10,469)</u></u>

The notes form part of these abbreviated accounts

Weatherbeeta Limited

Notes to the Cash Flow Statement
for the Year Ended 30 June 2005

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.7.04 £	Cash flow £	At 30.6.05 £
Net cash:			
Cash at bank and in hand	94,310	46,186	140,496
Bank overdraft	<u>(1,021,929)</u>	<u>(1,228,650)</u>	<u>(2,250,579)</u>
	<u>(927,619)</u>	<u>(1,182,464)</u>	<u>(2,110,083)</u>
Debt:			
Debts falling due after one year	<u>(1,055,904)</u>	-	<u>(1,055,904)</u>
	<u>(1,055,904)</u>	-	<u>(1,055,904)</u>
Total	<u>(1,983,523)</u>	<u>(1,182,464)</u>	<u>(3,165,987)</u>
Analysed in Balance Sheet			
Cash at bank and in hand	94,310		140,496
Bank overdraft	(1,021,929)		(2,250,579)
Debts falling due after one year	<u>(1,055,904)</u>		<u>(1,055,904)</u>
	<u>(1,983,523)</u>		<u>(3,165,987)</u>

The notes form part of these abbreviated accounts

Weatherbeeta Limited

Notes to the Abbreviated Accounts
for the Year Ended 30 June 2005

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Warehouse equipment	- 30% on reducing balance and 15% on reducing balance
Office equipment	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 30% on reducing balance

Stocks

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

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences excluding permanent differences in accordance with FRS 19.

2. **STAFF COSTS**

	30.6.05	30.6.04
	£	£
Wages and salaries	1,412,955	1,376,839
Social security costs	<u>134,139</u>	<u>118,943</u>
	<u>1,547,094</u>	<u>1,495,782</u>

The average monthly number of employees during the year was as follows:

	30.6.05	30.6.04
Office & management	41	45
Warehouse	<u>8</u>	<u>18</u>
	<u>49</u>	<u>63</u>

Weatherbeeta Limited

Notes to the Abbreviated Accounts
for the Year Ended 30 June 2005

3. OPERATING (LOSS)/PROFIT

The operating loss (2004 - operating profit) is stated after charging/(crediting):

	30.6.05	30.6.04
	£	£
Depreciation - owned assets	39,937	35,970
Loss on disposal of fixed assets	2,125	74,897
Auditors' remuneration	7,750	7,750
(Profit) / Loss on foreign exchange	(3,880)	(15,368)
Rent	<u>293,563</u>	<u>189,868</u>

Directors' emoluments	<u>-</u>	<u>-</u>
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4. INTEREST PAYABLE AND SIMILAR CHARGES

	30.6.05	30.6.04
	£	£
Bank interest	140,477	22,279
Parent company loan interest	<u>77,793</u>	<u>69,237</u>
	<u>218,270</u>	<u>91,516</u>

5. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the loss on ordinary activities for the year was as follows:

	30.6.05	30.6.04
	£	£
Current tax:		
UK corporation tax	-	178,728
Refund of previous year	<u>(170,492)</u>	<u>-</u>
Total current tax	(170,492)	178,728
Deferred taxation	<u>-</u>	<u>(3,802)</u>
Tax on (loss)/profit on ordinary activities	<u>(170,492)</u>	<u>174,926</u>

Factors affecting the tax (credit)/charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	30.6.05	30.6.04
	£	£
(Loss)/profit on ordinary activities before tax	<u>(544,823)</u>	<u>504,376</u>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2004 - 30%)	(163,447)	151,313
Effects of:		
Permanent Timing Differences	3,795	5,670
Deferred Tax	(6,071)	21,745
Marginal relief	<u>(4,769)</u>	<u>-</u>
Current tax (credit)/charge	<u>(170,492)</u>	<u>178,728</u>

Weatherbeeta Limited

Notes to the Abbreviated Accounts
for the Year Ended 30 June 2005

6. TANGIBLE FIXED ASSETS

	<u>Warehouse equipment</u>	<u>Office equipment</u>	<u>Motor vehicles</u>	<u>Computer equipment</u>	<u>Totals</u>
	£	£	£	£	£
COST:					
At 1 July 2004	-	16,379	45,098	59,540	121,017
Additions	42,987	70,183	-	20,746	133,916
Disposals	-	-	-	(4,997)	(4,997)
At 30 June 2005	<u>42,987</u>	<u>86,562</u>	<u>45,098</u>	<u>75,289</u>	<u>249,936</u>
DEPRECIATION:					
At 1 July 2004	-	7,259	23,944	34,335	65,538
Charge for year	8,597	11,896	5,288	14,156	39,937
Eliminated on disposals	-	-	-	(2,872)	(2,872)
At 30 June 2005	<u>8,597</u>	<u>19,155</u>	<u>29,232</u>	<u>45,619</u>	<u>102,603</u>
NET BOOK VALUE:					
At 30 June 2005	<u>34,390</u>	<u>67,407</u>	<u>15,866</u>	<u>29,670</u>	<u>147,333</u>
At 30 June 2004	<u>-</u>	<u>9,120</u>	<u>21,154</u>	<u>25,205</u>	<u>55,479</u>

7. STOCKS

	30.6.05	30.6.04
	£	£
Stock	<u>4,466,109</u>	<u>2,094,668</u>

**8. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.6.05	30.6.04
	£	£
Trade debtors	1,602,478	1,909,349
Other debtors	411,885	20,688
Prepayments & accrued income	1,030,403	1,173,604
Taxation	<u>245,492</u>	<u>-</u>
	<u>3,290,258</u>	<u>3,103,641</u>

**9. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.6.05	30.6.04
	£	£
Bank loans and overdrafts (see note 11)	2,250,579	1,021,929
Trade creditors	541,996	687,193
Other creditors	1,135,659	5,623
Social security & other taxes	60,683	178,510
Taxation	-	11,728
Accruals & deferred income	<u>1,256,249</u>	<u>269,754</u>
	<u>5,245,166</u>	<u>2,174,737</u>

Weatherbeeta Limited

Notes to the Abbreviated Accounts
for the Year Ended 30 June 2005

10. **CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	30.6.05	30.6.04
	£	£
Other loans (see note 11)	<u>1,055,904</u>	<u>1,055,904</u>

11. **LOANS AND OVERDRAFTS**

An analysis of the maturity of loans and overdrafts is given below:

	30.6.05	30.6.04
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>2,250,579</u>	<u>1,021,929</u>
Amounts falling due in more than five years:		
Repayable otherwise than by instalments		
Other loans	<u>1,055,904</u>	<u>1,055,904</u>

12. **OPERATING LEASE COMMITMENTS**

The following payments are committed to be paid within one year:

	30.6.05	Land and buildings operating leases	30.6.04
	£		£
Expiring:			
Within one year	-		16,962
In more than five years	<u>114,795</u>		<u>114,795</u>
	<u>114,795</u>		<u>131,757</u>

13. **SECURED DEBTS**

The following secured debts are included within creditors:

	30.6.05	30.6.04
	£	£
Bank overdrafts	<u>2,250,579</u>	<u>1,021,929</u>

The bank overdraft is secured by a specific charge over the company's assets.

Weatherbeeta Limited

Notes to the Abbreviated Accounts
for the Year Ended 30 June 2005

14. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	30.6.05	30.6.04
		value:	£	£
2,000,000	Ordinary	£1	<u>2,000,000</u>	<u>2,000,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal	30.6.05	30.6.04
		value:	£	£
965,746	Ordinary	£1	<u>965,746</u>	<u>965,746</u>

15. ULTIMATE PARENT COMPANY

The company's ultimate parent company at the balance sheet date was Alistair Somerset Pty Limited, a company registered in Australia.

16. CAPITAL COMMITMENTS

	30.6.05	30.6.04
	£	£
Contracted but not provided for in the financial statements	<u>-</u>	<u>37,331</u>

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30.6.05	30.6.04
	£	£
(Loss)/Profit for the financial year	<u>(374,331)</u>	<u>329,450</u>
Net (reduction)/addition to shareholders' funds	(374,331)	329,450
Opening shareholders' funds	<u>2,117,457</u>	<u>1,788,007</u>
Closing shareholders' funds	<u>1,743,126</u>	<u>2,117,457</u>
Equity interests	<u>1,743,126</u>	<u>2,117,457</u>