

REGISTERED NUMBER 3347153

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE PERIOD 8 APRIL 1997 TO 31 MARCH 1998
FOR
BLUE SKIES (TORBAY) LIMITED**



BLUE SKIES (TORBAY) LIMITED

INDEX TO THE FINANCIAL STATEMENTS
for the Period 8 April 1997 to 31 March 1998

	Page
Company Information	1
Report of the Directors	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5
Report of the Accountants	7
Profit and Loss Account	8

BLUE SKIES (TORBAY) LIMITED

COMPANY INFORMATION
for the Period 8 April 1997 to 31 March 1998

DIRECTORS:

M R Timmins
M W Hanlon
R E Drew

SECRETARY:

MR R Drew

REGISTERED OFFICE:

MINNEDOSA
Huxtable Hill
Torquay
Devon
TQ2 6RN

REGISTERED NUMBER:

3347153 (England and Wales)

ACCOUNTANTS:

David Rogers & Co
Chartered Accountants
61 Abbey Road
Torquay
Devon
TQ2 5NN

BLUE SKIES (TORBAY) LIMITED

REPORT OF THE DIRECTORS for the Period 8 April 1997 to 31 March 1998

The directors present their report with the financial statements of the company for the period 8 April 1997 to 31 March 1998.

INCORPORATION

The company was incorporated on 8 April 1997 and commenced trading on the same date.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of Property letting company.

DIRECTORS

The directors during the period under review were:

M R Timmins	- appointed 8.4.97
M W Hanlon	- appointed 8.4.97
R E Drew	- appointed 8.4.97

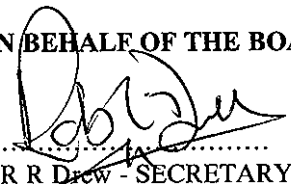
The beneficial interests of the directors holding office on 31 March 1998 in the issued share capital of the company were as follows:

	31.3.98	at date of appointment
Ordinary 1 shares		
M R Timmins	1	-
M W Hanlon	1	-
R E Drew	1	-

All the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



MR R Drew - SECRETARY

Dated: 7/10/98

BLUE SKIES (TORBAY) LIMITED**PROFIT AND LOSS ACCOUNT**
for the Period 8 April 1997 to 31 March 1998

	Notes	£
TURNOVER	2	10,288
GROSS PROFIT		<u>10,288</u>
Administrative expenses		<u>5,776</u>
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	4,512
Tax on profit on ordinary activities	4	<u>966</u>
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		<u>3,546</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£3,546</u></u>

The notes form part of these financial statements

BLUE SKIES (TORBAY) LIMITED**BALANCE SHEET
31 March 1998**

	Notes	£	£
FIXED ASSETS:			
Tangible assets	5		250
CURRENT ASSETS:			
Cash at bank		5,345	
CREDITORS: Amounts falling due within one year	6	<u>2,046</u>	
NET CURRENT ASSETS:			<u>3,299</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u><u>£3,549</u></u>
CAPITAL AND RESERVES:			
Called up share capital	7		3
Profit and loss account			<u>3,546</u>
Shareholders' funds			<u><u>£3,549</u></u>

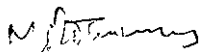
The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ending 31 March 1998.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

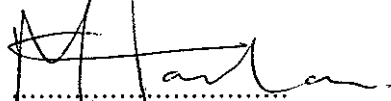
The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year 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.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

ON BEHALF OF THE BOARD:

.....
M R Timmins - DIRECTOR



.....
M W Hanlon - DIRECTOR

Approved by the Board on 7/10/98

The notes form part of these financial statements

BLUE SKIES (TORBAY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Period 8 April 1997 to 31 March 1998

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

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

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT

The operating profit is stated after charging:

	£
Directors' emoluments and other benefits etc	-
	<u> </u>

4. TAXATION

The tax charge on the profit on ordinary activities for the period was as follows:

	£
UK Corporation Tax	966
	<u> </u>

UK Corporation Tax has been charged at 0%.

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	<u> </u>
	£
COST:	
Additions	250
	<u> </u>
At 31 March 1998	250
	<u> </u>
NET BOOK VALUE:	
At 31 March 1998	250
	<u> </u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Creditors	725
Directors current accounts	355
Taxation	966
	<u> </u>
	2,046
	<u> </u>

BLUE SKIES (TORBAY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Period 8 April 1997 to 31 March 1998

7. CALLED UP SHARE CAPITAL

Authorised:		Nominal value:	£
Number:	Class:		
10,000	Ordinary	1	<u>10,000</u>

Allotted, issued and fully paid:		Nominal value:	£
Number:	Class:		
3	Ordinary	1	<u>3</u>

BLUE SKIES (TORBAY) LIMITED

**REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
BLUE SKIES (TORBAY) LIMITED**

In accordance with instructions given to us we have prepared the financial statements for the period ended 31 March 1998 set out on pages three to six from the accounting records and from information and explanations supplied to us by the management of the company.

We have not audited the financial statements. Accordingly, we do not express an audit opinion or any other form of assurance that the accounting records and the financial statements are free from material misstatement.

A handwritten signature in black ink, appearing to read 'David Rogers', is written in a cursive style.

David Rogers & Co
Chartered Accountants
61 Abbey Road
Torquay
Devon
TQ2 5NN

Dated: 15 September 1998

BLUE SKIES (TORBAY) LIMITED**PROFIT AND LOSS ACCOUNT**
for the Period 8 April 1997 to 31 March 1998

	£	£
Income:		
Rental income		10,288
Expenditure:		
Commission	1,052	
Postage & stationery	173	
Advertising	68	
Repairs & renewals	645	
Cleaning	859	
Accountancy	725	
Legal fees	162	
Rates & water	861	
Light & heat	707	
Repairs to property	185	
Garden maintenance	196	
Company formation costs	141	
Miscellaneous	2	
	<hr/>	5,776
NET PROFIT		<hr/> <hr/> £4,512