

Company No. 02459785

EARTH LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31ST DECEMBER 1994

WELLERS
ACCOUNTANTS
19/20 POLAND STREET
LONDON
W1V 3DD



EARTH LIMITED

Auditors' Report to the director of Earth Limited
pursuant to paragraph 8 of schedule 8 to the Companies Act 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the full financial statements of Earth Limited for the year ended 31st December 1994. The scope of our work for the purposes of this report was limited to confirming that the company is entitled to the exemptions claimed in the director's statement on page 2 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemption conferred by Part 1 of Schedule 8 to that Act in respect of the year ended 31st December 1994 and the abbreviated accounts have been properly prepared from the full financial statements.

On 29th June 1995 we reported as auditors of Earth Limited to the members on the full financial statements required by section 226 of the Companies Act 1985 for the year ended 31st December 1994 and our report was as follows:

'We have audited the financial statements on pages 5 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

EARTH LIMITED

Auditors' Report to the director of Earth Limited
pursuant to paragraph 8 of schedule 8 to the Companies Act 1985

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st December 1994 and of the profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.'

A handwritten signature in dark ink, appearing to read 'Wellers', followed by a long horizontal line extending to the right.

Wellers
Registered Auditors
19-20 Poland Street
London
W1V 3DD

29th June 1995

EARTH LIMITED
ABBREVIATED BALANCE SHEET
AT 31ST DECEMBER 1994

	<u>Notes</u>	£	<u>1994</u> £	£	<u>1993</u> £
<u>FIXED ASSETS</u>					
Tangible assets	2		9,433		6,695
			<u>9,433</u>		<u>6,695</u>
<u>CURRENT ASSETS</u>					
Debtors		-		1,637	
Cash at bank and in hand		30,036		21,239	
		<u>30,036</u>		<u>22,876</u>	
CREDITORS - amounts falling due within one year		(30,484)		(29,153)	
NET CURRENT LIABILITIES			(448)		(6,277)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>8,985</u>		<u>418</u>
NET ASSETS			<u>£ 8,985</u>		<u>£ 418</u>

Financed by:

CAPITAL AND RESERVES

Called up share capital	4	20,100	20,100
Profit and loss account		(11,115)	(19,682)
		<u>£ 8,985</u>	<u>£ 418</u>

The directors have taken advantage of the exemptions conferred by Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

G C Donovan  Director

On behalf of the Board

29th June 1995

EARTH LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's accounts.

1.1 Accounting Conventions

The accounts have been prepared under the historical cost accounting convention, set out in the 4th Schedule to the Companies Act 1985, and comply with the Statements of Standard Accounting Practice.

1.2 Turnover

This represents the invoiced amounts of goods sold and provided, net of value added tax.

1.3 Depreciation of tangible assets

Provision is made for depreciation on all tangible assets, at rates calculated to write off the cost by equal annual instalments over their estimated useful lives at the following rates:-

	<u>Rate per annum</u>	<u>Term</u>
Leasehold building	Equal instalments	Lease term
Office equipment	25.00%	Net Book Value
Fixtures and fittings	25.00%	Net Book Value

1.4 Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that it is probable that liabilities will crystallise in the foreseeable future.

No provision has been made in the accounts due to the availability of tax losses.

EARTH LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

2. TANGIBLE FIXED ASSETS

	<u>Leasehold Property</u> £	<u>Office Equipment</u> £	<u>Fixtures & Fittings</u> £	<u>Total</u> £
<u>Cost</u>				
At commencement	3,338	6,713	1,489	11,540
Additions	-	3,347	1,780	5,127
At 31st December 1994	<u>3,338</u>	<u>10,060</u>	<u>3,269</u>	<u>16,667</u>
<u>Depreciation</u>				
At commencement	469	3,566	810	4,845
Charge for year	151	1,623	615	2,389
At 31st December 1994	<u>620</u>	<u>5,189</u>	<u>1,425</u>	<u>7,234</u>
<u>Net Book Value</u>				
At 31st December 1994	<u>2,718</u>	<u>4,871</u>	<u>1,844</u>	<u>9,433</u>
At 31st December 1993	<u>2,869</u>	<u>3,147</u>	<u>679</u>	<u>6,695</u>

3. CONTINGENT LIABILITIES

The company's bankers have given an indemnity to ABTA for £20,000 and have a charge over the credit balance of £20,000.

EARTH LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

4. SHARE CAPITAL

	<u>Authorised</u>	<u>Allotted, Issued and fully paid</u>	
	£	<u>1994</u> £	<u>1993</u> £
Ordinary A shares of £1 each	50,000	100	100
Ordinary B shares of £1 each	50,000	20,000	20,000
	<u>100,000</u>	<u>20,100</u>	<u>20,100</u>