

Registration Number 2555205

Equalcross Limited

Directors' Report and Financial Statements

for the period from 1st January 1996 to 31st March 1997



Equalcross Limited

Company Information

Directors	A.A.Harding FCA H.L.Parsons FCA
Secretary	WSM Services Limited
Company Number	2555205
Registered Office	35 South Park Road London SW19 8RR
Business Address	35 South Park Road London SW19 8RR
Bankers	Barnett Bank 1237 Stickney Point Road Sarasota, Florida 34242, USA
Solicitors	Thomas H.Dart Ruden, McCloskey, Smith, Schuster & Russell, P.A., Attorneys at Law 1549 Ringling Boulevard, Suite 600 Sarasota, Florida 34236, USA

Equalcross Limited

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Equalcross Limited

**Directors' Report
for the period ended 31st March 1997**

The directors present their report and the financial statements for the period ended 31st March 1997.

Principal Activity

The principal activity of the company throughout the period has been to own property in Sarasota, Florida, used for investment purposes.

Comparative figures

The comparative figures relate to the period from 1st April 1995 to 31st December 1995.

Directors' Responsibilities

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

- select suitable accounting policies and 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.

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

This report was approved by the Board on 19th January 1998 and signed on its behalf by



**WSM Services Limited
Secretary**

Equalcross Limited

**Profit and Loss Account
for the period ended 31st March 1997**

		Continuing operations	
		1997	1995
Notes	£	£	£
Rental income	32,812	20,323	
Administrative expenses	(33,220)	(26,732)	
(Loss) for the period	<u>(408)</u>	<u>(6,409)</u>	
Accumulated (loss) brought forward	(14,278)	(7,869)	
Accumulated (loss) carried forward	<u><u>(14,686)</u></u>	<u><u>(14,278)</u></u>	

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 5 to 6 form an integral part of these financial statements.

Equalcross Limited

**Balance Sheet
as at 31st March 1997**

		1997		1995	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	3		1,171,694		1,171,694
Current Assets					
Cash at bank and in hand		315		2,428	
		<u>315</u>		<u>2,428</u>	
Creditors: amounts falling due within one year	4	<u>(131,729)</u>		<u>(133,434)</u>	
Net Current Liabilities			<u>(131,414)</u>		<u>(131,006)</u>
Total Assets Less Current Liabilities			1,040,280		1,040,688
Creditors: amounts falling due after more than one year	5		<u>(1,054,866)</u>		<u>(1,054,866)</u>
Deficiency of Assets			<u>(14,586)</u>		<u>(14,178)</u>
Capital and Reserves					
Called up share capital	6		100		100
Profit and loss account			<u>(14,686)</u>		<u>(14,278)</u>
Equity Shareholders' Funds	7		<u>(14,586)</u>		<u>(14,178)</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 6 form an integral part of these financial statements.

Equalcross Limited

Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the period ended 31st March 1997**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the period stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the period ended 31st March 1997 and

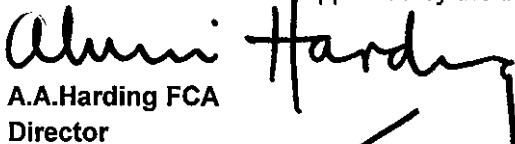
(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the period then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements approved by the Board on 19th January 1998 and signed on its behalf by


A.A. Harding FCA
Director

The notes on pages 5 to 6 form an integral part of these financial statements.

Equalcross Limited

Notes to the Financial Statements for the period ended 31st March 1997

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2 Tangible fixed assets and depreciation

No depreciation is charged on the company's freehold property.

1.3 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

2. Operating loss

Operating loss is stated after charging:

Loss on foreign currencies

1997 £	1995 £
76	-

3. Tangible assets

Cost

At 1st January 1996 &

At 31st March 1997

Net book values

At 31st March 1997

At 31st December 1995

Land and buildings freehold	Total
£	£
1,171,694	1,171,694
1,171,694	1,171,694
1,171,694	1,171,694

4. Creditors: amounts falling due within one year

Trade creditors

Directors' accounts

1997 £	1995 £
-	13,893
131,729	119,541
131,729	133,434

Equalcross Limited

**Notes to the Financial Statements
for the period ended 31st March 1997**

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5. Creditors: amounts falling due after more than one year	1997 £	1995 £
Loan - Equalcross Settlement	<u>1,054,866</u>	<u>1,054,866</u>
6. Share capital	1997 £	1995 £
Authorised equity		
- Ordinary shares of - pence each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid equity		
- Ordinary shares of - pence each	<u>100</u>	<u>100</u>
7. Reconciliation of movements in shareholders' funds	1997 £	1995 £
Loss for the period	(408)	(6,409)
Opening shareholders' funds	<u>(14,178)</u>	<u>(7,769)</u>
	<u>(14,586)</u>	<u>(14,178)</u>