

**GRASSROUTES LIMITED
FINANCIAL STATEMENTS**

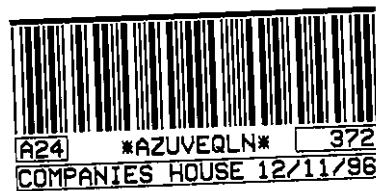
31st December 1995

Registered Number 1953231

Brian E Hawthorn

Chartered Accountant

Bristol



GRASSROUTES LIMITED

FINANCIAL STATEMENTS

for the year ended 31st December 1995

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix I
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FINANCIAL STATEMENTS

31st December 1995

Incorporated in England on 18th November 1985

Number 1953231

CHAIRMAN

Mr S Thomas

SECRETARY

Mrs J F L Thomas

REGISTERED OFFICE

**40c Apsley Road
Clifton
Bristol
BS8 2SS**

BANKERS

**National Westminster Bank Plc
PO Box 238
Bristol
BS99 7VG**

ACCOUNTANTS

**Brian E Hawthorn
12 Cotham Road
Bristol
BS6 6DR**

DIRECTORS' REPORT**31st December 1995**

The director presents his report and the financial statements for the year ended 31st December 1995.

Principal activity

The principal activity of the company during the year under review was providing outward bound courses.

Director

The director of the company during the year and his interests in the shares of the company as recorded in the register of directors' interests were as follows

	31st December 1995 Ordinary shares	1st January 1995 Ordinary shares
Mr S Thomas	1	1

Reporting Accountants

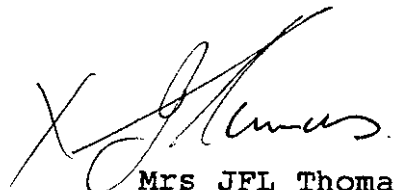
The director considers that for the year ended 31st December 1995 the company was entitled to exemption from a statutory audit under section 249A of the Companies Act 1985. Under the provision of the Act, the director has appointed Brian E Hawthorn as his Reporting Accountant. His report is shown on page 3 of the financial statements.


Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies.

On behalf of the board

40c Apsley Road
Clifton
Bristol
BS8 2SS

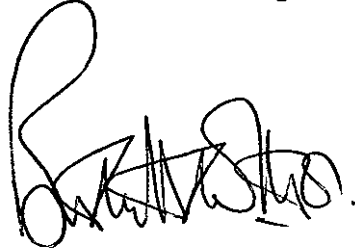

Mrs JFL Thomas
Secretary



ACCOUNTANTS' REPORT

Accountants' report to the members
on the unaudited financial statements
of Grassroutes Limited

In accordance with instructions given to me I have prepared financial statements for the company for the year ended 31st December 1995 according to the accounting provisions of the Companies Act 1985. The director of the company has confirmed that the company is totally exempt from the audit requirement under the provisions of subsection 1 of section 249A of the Companies Act 1985, and as a result I have not carried out an audit. The financial statements on pages 4 to 8 are therefore based on the information shown in the accounting records and on the information supplied and explanations given to me by the director.

A handwritten signature in black ink, appearing to read 'Brian E Hawthorn', with a large loop at the top and a horizontal line at the bottom.

Brian E Hawthorn
Reporting Accountant

Bristol

PROFIT AND LOSS ACCOUNT

for the year ended 31st December 1995

	Note	1995 £	1994 £
Turnover	2	68,800	82,924
Cost of sales		(37,976)	(31,451)
Gross profit		<u>30,824</u>	<u>51,473</u>
Net operating expenses			
Administrative expenses		(32,541)	(57,729)
Operating (loss)	3	(1,717)	(6,256)
Investment income	4	315	239
Interest payable	5	(9)	(5)
(Loss) on ordinary activities before taxation		<u>(1,411)</u>	<u>(6,022)</u>
Taxation	6	-	-
(Loss) on ordinary activities after taxation retained for the year		<u>£ (1,411)</u>	<u>(6,022)</u>

Movements in reserves are shown in note 12

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

There are no recognised gains and losses in 1995 or 1994 other than the loss for the year.

BALANCE SHEET

as at 31st December 1995

		1995		1994	
	Note	£	£	£	£
Fixed assets					
Tangible assets	7		6,320		5,137
Current assets					
Debtors	8	1,613		5,974	
Cash at bank and in hand		8,041		11,361	
		<u>9,654</u>		<u>17,335</u>	
Creditors:					
Amounts falling due, within one year		<u>(14,141)</u>		<u>(19,218)</u>	
Net current (liabilities)			<u>(4,487)</u>		<u>(1,883)</u>
Total assets less liabilities			<u><u>1,833</u></u>		<u><u>3,244</u></u>
Capital and reserves					
Called up share capital	11		2		2
Profit and loss account	12		1,831		3,242
Total shareholders' funds	10		<u><u>1,833</u></u>		<u><u>3,244</u></u>

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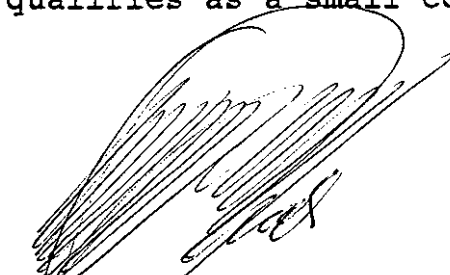
BALANCE SHEET
(continued)

as at 31st December 1995

The director considers that for the year ended 31st December 1995 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and 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 year and of its loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The director has taken advantage in the preparation of these financial statements of special exemptions provided by Part 1 of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.



Mr S Thomas
Director

NOTES ON THE FINANCIAL STATEMENTS

31st December 1995

Accounting Policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No.1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies act 1948 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Equipment	10% on cost
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Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities stated net of value added tax.

	1995 £	1994 £
Operating loss		
Operating loss is stated after crediting		
Profit on sale of assets	-	349
and after charging		
Rent	2300	2300
Depreciation of tangible fixed assets (note 7) - owned assets	946	731
Investment income		
Bank interest receivable	315	239

NOTES ON THE FINANCIAL STATEMENTS

31st December 1995

5 Interest payable	1995	1994
	£	£
Bank interest payable	9	5
	<u> </u>	<u> </u>
6 Taxation	1995	1994
	£	£
Corporation tax on loss on ordinary activities at 25% (1994 25%)	-	-
	<u> </u>	<u> </u>
7 Tangible fixed assets	Equipment	
	£	
Cost or valuation		
1st January 1995	7,315	
Additions	2,139	
	<u> </u>	
31st December 1995	9,454	
	<u> </u>	
Depreciation		
1st January 1995	2,188	
Charge for year	946	
	<u> </u>	
31st December 1995	3,134	
	<u> </u>	
Net book amount		
31st December 1995	6,320	
	<u> </u>	
1st January 1995	5,127	
	<u> </u>	
8 Debtors	1995	1994
	£	£
Amounts falling due within one year		
Trade debtors	376	5,379
Other debtors	1,236	595
	<u> </u>	<u> </u>
	1,612	5,974
	<u> </u>	<u> </u>

NOTES ON THE FINANCIAL STATEMENTS

31st December 1995

Creditors:	1995		1994	
	£		£	
Amounts falling due within one year				
Bank overdraft	65		725	
Trade creditors	3,239		3,796	
Other creditors	10,837		14,697	
	<u>14,141</u>		<u>19,218</u>	
	<u><u>14,141</u></u>		<u><u>19,218</u></u>	
Reconciliation of movement in shareholders' funds	1995		1994	
	£		£	
Loss for the financial year representing net subtraction from shareholders' funds	(1,411)		(6,022)	
Opening shareholders' funds	3,244		9,266	
	<u>1,833</u>		<u>3,244</u>	
	<u><u>1,833</u></u>		<u><u>3,244</u></u>	
Called up share capital	1995		1994	
	No. of shares	£	No. of shares	£
Authorised	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
Ordinary £1 shares	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
	<u><u>2</u></u>	<u><u>2</u></u>	<u><u>2</u></u>	<u><u>2</u></u>
2 Profit and loss account		1995		
		£		
1st January 1995		3,242		
Retained loss for the year		<u>(1,411)</u>		
31st December 1995		<u><u>(1,831)</u></u>		