

REGISTRARS COPY

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1995
FOR
AYRTON CONSTRUCTION LIMITED



COMPANY INFORMATION

DIRECTORS: G.J.AYRTON-GRIME
P.AYRTON-GRIME

SECRETARY: G.J.AYRTON-GRIME

REGISTERED OFFICE: 14 STEPHENDALE ROAD
LONDON
SW6 2PE

REGISTERED NUMBER: 2235366

AUDITOR: CLARKS CHARTERED ACCOUNTANTS
REGISTERED AUDITOR
CIPPENHAM COURT
CIPPENHAM LANE
SLOUGH
BERKSHIRE
SL1 5AT

REPORT OF THE DIRECTORS

The directors present their report with the financial statements of the company for the year ended 31 March 1995.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a property development contractor.

DIRECTORS

The directors of the company in office during the year were as follows:

G.J.AYRTON-GRIME

P.AYRTON-GRIME

The interests of both the Directors who are also Directors of the ultimate holding company, Ascot Finance (UK) Limited, are shown in the Report of that company.

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 judgments 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.

AUDITOR

The auditor, CLARKS CHARTERED ACCOUNTANTS, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing this report, the directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
G.J.AYRTON-GRIME - Secretary

Dated: 29 September 1995

AYRTON CONSTRUCTION LIMITED

REPORT OF THE AUDITOR TO THE SHAREHOLDERS OF
AYRTON CONSTRUCTION LIMITED

We have audited the financial statements on pages four to ten which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditor

As described on page two 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.

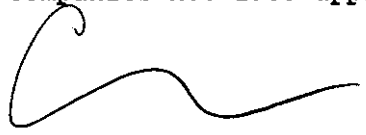
Basis of opinion

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 judgements 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



CLARKS CHARTERED ACCOUNTANTS
REGISTERED AUDITOR
CIPPENHAM COURT
CIPPENHAM LANE
SLOUGH
BERKSHIRE
SL1 5AT

Dated: 29 September 1995

AYRTON CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 1995

		31. 3.95	31. 3.94
	Notes	£	£
TURNOVER	2	470,511	348,863
Cost of Sales		347,735	307,646
		-----	-----
GROSS PROFIT		122,776	41,217
Distribution Costs		12,852	7,512
Administrative Expenses		68,361	58,132
		-----	-----
		81,213	65,644
		-----	-----
		41,563	(24,427)
Other Operating Income	3	20,300	19,300
		-----	-----
OPERATING PROFIT/(LOSS)	4	61,863	(5,127)
Interest Payable and Similar Charges		3,035	6,805
		-----	-----
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		58,828	(11,932)
Tax on Profit/(Loss) on Ordinary Activities	5	8,870	-
		-----	-----
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		49,958	(11,932)
Deficit brought forward		(47,688)	(35,756)
		-----	-----
RETAINED PROFIT/(DEFICIT) CARRIED FORWARD		£2,270	£(47,688)
		=====	=====

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 profit for the current year and the loss for the previous year.

The notes form part of these financial statements

AYRTON CONSTRUCTION LIMITED

BALANCE SHEET
As at 31 March 1995

		31. 3.95	31. 3.94
	Notes	£	£
FIXED ASSETS:			
Tangible Assets	6	39,864	9,873
CURRENT ASSETS:			
Debtors	7	51,989	150,618
Cash In Hand		82	650
		-----	-----
		52,071	151,268
CREDITORS: Amounts falling due within one year	8	74,898	208,729
		-----	-----
NET CURRENT LIABILITIES:		(22,827)	(57,461)
		-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES:		17,037	(47,588)
CREDITORS: Amounts falling due after more than one year	9	14,667	-
		-----	-----
		£2,370	£(47,588)
		=====	=====
CAPITAL AND RESERVES:			
Called Up Share Capital	11	100	100
Profit & Loss Account		2,270	(47,688)
		-----	-----
Shareholders' Funds	13	£2,370	£(47,588)
		=====	=====

In preparing these financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

.....
G.J. AYRTON-GRIME - DIRECTOR

.....
P. AYRTON-GRIME - DIRECTOR

Approved by the Board on 29 September 1995

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

1. ACCOUNTING POLICIES

Accounting Convention

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

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Basis of preparing the financial statements

The accounts have been prepared on a going concern basis. The company meets its day to day working capital requirements through an overdraft facility which, in common with all such facilities is repayable on demand. The company is operating within its facility and the directors expect it to continue for at least twelve months from the date of the approval of these accounts. The facility is due for review in February 1996 and in view of their relationship with the company's bankers, the directors consider it reasonable to rely on the continuation of this facility.

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant & Machinery etc - 15% - 20% on reducing balance

Deferred Taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire Purchase and Leasing Commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

2. TURNOVER

The turnover and profit (1994 - loss) before taxation are attributable to the one principal activity of the company.

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

3. OTHER OPERATING INCOME

	31. 3.95	31. 3.94
	£	£
Management Charge	20,300	19,300
	=====	=====

4. OPERATING PROFIT/(LOSS)

The operating profit (1994 - operating loss) is stated after charging:

	31. 3.95	31. 3.94
	£	£
Depreciation - Owned Assets	2,382	613
Depreciation - Assets on Hire Purchase or Finance Leases	1,500	1,600
Auditors' Remuneration	3,303	4,890
	=====	=====
Directors' Emoluments	-	2,500
	=====	=====

5. TAXATION

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

	31. 3.95	31. 3.94
	£	£
Based on the adjusted results of the year:		
UK Corporation Tax	8,870	-
	=====	=====

UK Corporation Tax has been charged at 25% (1994 - not applicable).

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

6. TANGIBLE FIXED ASSETS

	Plant & Machinery etc ----- £
COST:	
As at 1 April 1994	26,367
Additions	33,873

As at 31 March 1995	60,240

DEPRECIATION:	
As at 1 April 1994	16,494
Charge for Year	3,882

As at 31 March 1995	20,376

NET BOOK VALUE:	
As at 31 March 1995	£39,864
	=====
As at 31 March 1994	£9,873
	=====

Fixed assets, included in the above, which are held under hire purchase or finance leases are as follows:

	Plant & Machinery etc ----- £
COST:	
As at 1 April 1994	18,508
Additions	30,000
Transferred to Ownership	(18,508)

As at 31 March 1995	30,000

DEPRECIATION:	
As at 1 April 1994	12,107
Charge for Year	1,500
Transferred to Ownership	(12,107)

As at 31 March 1995	1,500

NET BOOK VALUE:	
As at 31 March 1995	£28,500
	=====
As at 31 March 1994	£6,401
	=====

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

7. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	31. 3.95	31. 3.94
	£	£
Trade Debtors	9,157	8,939
Other Debtors	250	75,700
Prepayments & Accrued Income	1,123	1,000
Due From Group Undertakings	41,459	64,979
	-----	-----
	51,989	150,618
	=====	=====

8. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	31. 3.95	31. 3.94
	£	£
Bank Loans and Overdrafts (secured) (See Note 10)	33,980	12,352
Trade Creditors	9,241	18,668
Hire Purchase	8,000	-
Other Loans	-	162,217
Other Taxes & PAYE	11,087	12,502
Taxation	8,870	-
Accrued Expenses	3,720	2,990
	-----	-----
	74,898	208,729
	=====	=====

9. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR

	31. 3.95	31. 3.94
	£	£
Hire Purchase	14,667	-
	=====	=====

10. LOANS AND OVERDRAFTS

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

	31. 3.95	31. 3.94
	£	£
Amounts falling due within one year or on demand:		
Bank Overdrafts (secured)	33,980	12,352
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

11. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal Value:	31. 3.95	31. 3.94
		£1	£	£
100,000	Ordinary		100,000	100,000
			=====	=====

Allotted, called up and fully paid:

Number:	Class:	Nominal Value:	31. 3.95	31. 3.94
		£1	£	£
100	Ordinary		100	100
			=====	=====

12. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Ascot Finance (UK) Limited, a company incorporated in England and Wales.

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31. 3.95	31. 3.94
	£	£
Profit/(Loss) for the Financial Year	49,958	(11,932)
	-----	-----
NET ADDITION/(REDUCTION) TO SHAREHOLDERS' FUNDS	49,958	(11,932)
Opening Shareholders' Funds	(47,588)	(35,656)
	-----	-----
CLOSING SHAREHOLDERS' FUNDS	2,370	(47,588)
	=====	=====
Equity interests	2,370	(47,588)
	=====	=====