

"SIGN AND RETURN"  
(REG OF CO.)

COMPANY NUMBER 1922662

EASTSWORD LIMITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
30TH APRIL 1998



THAIN WILDBUR (FAKENHAM)  
ACCOUNTANTS

**EASTSWORD LIMITED**

**REGISTERED OFFICE**

KIRKLAND HOUSE  
MAIN CROSS ROAD  
GREAT YARMOUTH  
NORFOLK  
NR30 3NZ

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 30TH APRIL 1998**

**DIRECTORS**

R.W.J. MYHILL  
MISS A.C. MYHILL  
MISS L.A. MYHILL

**SECRETARY**

MISS A.C. MYHILL

**PRINCIPAL ACTIVITIES**

The principal activity of the company is the specialist procurement of stock and equipment and the supply of management and technical services to the construction and engineering industry.

**SMALL COMPANY EXEMPTION**

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

**DIRECTORS**

The present directors are as shown above.

The company's Articles of Association do not require directors to retire by rotation.

**DIRECTORS INTEREST**

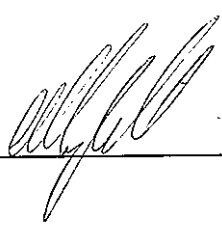
The interest of directors in the shares of the company at the beginning and end of the year were:-

**Beneficial Holding**

	<u>1998</u>	<u>1997</u>
R.W.J. MYHILL	2 ===	2 ===

ON BEHALF OF THE BOARD

SECRETARY



Dated \_\_\_\_\_

**ACCOUNTANTS REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF  
EASTSWORD LIMITED**

We have prepared on the basis of the information contained in the company's accounting records and provided by the company's directors, and without carrying out an audit or examination, the accounts for the year ended 30th April 1998 set out on pages 3 to 7.

As described on the balance sheet the company's directors are responsible for the preparation of the accounts and they believe that the company is exempt from an audit.

We have not conducted an audit on the accounts in accordance with Auditing Standards or an examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board and accordingly we express no opinion thereon.

Dated

*Thain Wildbur*

Thain Wildbur (Fakenham)  
23 Market Place  
FAKENHAM  
Norfolk  
NR21 9BS

**Accountants**

**EASTSWORD LIMITED**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH APRIL 1998**

	<u>Note</u>	<u>1998</u>	<u>1997</u>
		<u>£</u>	<u>£</u>
<b>TURNOVER</b>	2	3,417	6,384
Cost of sales		-	-
<b>GROSS PROFIT</b>		3,417	6,384
Administrative expenses		4,060	3,243
<b>OPERATING (LOSS)/PROFIT</b>		(643)	3,141
Interest payable & similar charges	4	3	27
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	3	(646)	3,114
Tax on profit on ordinary activities	5	-	774
<b>RETAINED (LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>		(646)	2,340
<b>RETAINED PROFIT BROUGHT FORWARD</b>		14,582	12,242
<b>RETAINED PROFIT CARRIED FORWARD</b>		13,936	14,582

The company has no recognised gains or losses other than those shown above.  
The annexed notes form part of these financial statements.

**EASTSWORD LIMITED**  
**BALANCE SHEET**  
**AS AT 30TH APRIL 1998**

	<u>Note</u>	<u>1998</u>		<u>1997</u>	
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b>FIXED ASSETS</b>					
Tangible assets	6		2,113		3,365
<b>CURRENT ASSETS</b>					
Stock	7	134,252		134,252	
Debtors	8	10,058		5,571	
Cash at bank and in hand		666		1,766	
			<hr/>		<hr/>
			144,976		141,589
<b>CREDITORS:</b>					
Due within one year	9	133,151		130,370	
			<hr/>		<hr/>
<b>NET CURRENT ASSETS</b>			11,825		11,219
			<hr/>		<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			13,938		14,584
			<hr/> <hr/>		<hr/> <hr/>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		2		2
Profit and loss account			13,936		14,582
			<hr/>		<hr/>
			13,938		14,584
			<hr/> <hr/>		<hr/> <hr/>

The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:

- i ensuring that the company keeps accounting records which comply with section 221; and
- ii preparing accounts 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 profit for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements have 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**

Director.....

Date ..... 18/2/99 .....

**EASTSWORD LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**AT 30TH APRIL 1998**

**NOTE 1 - ACCOUNTING POLICIES**

**1.1 Accounting Convention**

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

**1.2 Financial Reporting Standard No. 1**

The company has taken advantage of the exemptions in FRS 1 from producing a cash flow statement on the grounds that it is a small company.

**1.3 Other Policies**

Other accounting policies are shown under the appropriate note heading to which they apply.

**NOTE 2 - TURNOVER**

Turnover represents the amount receivable in respect of goods sold and services provided during the year and is stated net of Value Added Tax and trade discounts. All sales are transacted within the United Kingdom.

**NOTE 3 - (LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
(Loss)/profit on ordinary activities before taxation is stated after charging:-		
Depreciation	373	732
Loss on sale of fixed asset	675	-
	<u>          </u>	<u>          </u>

**NOTE 4 - INTEREST PAYABLE & SIMILAR CHARGES**

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Bank charges	3	27
	<u>          </u>	<u>          </u>

**NOTE 5 - TAXATION**

The taxation charge based on the profits for the year comprises:

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Corporation tax	-	774
	<u>          </u>	<u>          </u>

No provision has been made for deferred taxation as it is considered unlikely that any liability will crystallise in respect of short term timing differences arising from accelerated capital allowances.

**EASTSWORD LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**AT 30TH APRIL 1998**

**NOTE 6 - FIXED ASSETS**

**TANGIBLE FIXED ASSETS**

	<u>Motor Vehicles</u>	<u>Equipment</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<b>COST</b>			
at 1st May 1997	5,000	5,648	10,648
Cost of disposals	(5,000)	-	(5,000)
	<hr/>	<hr/>	<hr/>
at 30th April 1997	-	5,648	5,648
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>DEPRECIATION</b>			
at 1st May 1997	4,121	3,162	7,283
Charge for year	-	373	373
On disposal	(4,121)	-	(4,121)
	<hr/>	<hr/>	<hr/>
at 30th April 1998	-	3,535	3,535
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>NET BOOK VALUE</b>			
at 30th April 1998	-	2,113	2,113
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
at 30th April 1997	879	2,486	3,365
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**Depreciation**

Depreciation is provided on all fixed assets, to write down their cost to their estimated residual values over the periods of their expected useful lives. The rates and bases of depreciation are as follows:-

Equipment	15% Reducing Balance
-----------	----------------------

**NOTE 7 - STOCKS**

Stocks are stated at the lower of cost or net realisable value.

Cost represents purchase price or production cost, calculated on a first-in-first-out basis. Production cost includes attributable production overheads.

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Stocks	134,252	134,252
	<hr/> <hr/>	<hr/> <hr/>

**EASTSWORD LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**AT 30TH APRIL 1998**

**NOTE 8 - DEBTORS**

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Sundry debtors	158	1,003
Prepayments and accrued income	9,900	4,568
	<hr/>	<hr/>
	10,058	5,571
	<hr/> <hr/>	<hr/> <hr/>

**NOTE 9 - CREDITORS**

	<u>Falling due within one year</u>	
	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Trade creditors	3,673	4,132
Corporation tax	21	774
Other creditors	27,320	26,750
Accruals and deferred income	7,189	4,166
Payments on account	94,948	94,548
	<hr/>	<hr/>
	133,151	130,370
	<hr/> <hr/>	<hr/> <hr/>

**NOTE 10 - SHARE CAPITAL**

	<u>1998</u>	<u>1997</u>
Authorised: ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Allotted, issued and fully paid: ordinary shares of £1 each	2	2
	<hr/> <hr/>	<hr/> <hr/>