

"ROYAL BLUE" TRANSPORT COMPANY LIMITED

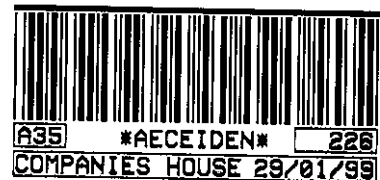
ABBREVIATED ANNUAL ACCOUNTS

FOR THE YEAR ENDED 31<sup>st</sup> MARCH 1998

COMPANY NO. 398742

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"ROYAL BLUE" TRANSPORT COMPANY LIMITEDBALANCE SHEET AT 31ST MARCH 1998

	<u>Notes</u>	£	1998 £	£	1997 £
<u>Fixed Assets</u>					
Tangible Assets	3		30,896		36,165
Investments	4		166,849		166,790
			<hr/>		<hr/>
			197,745		202,955
<u>Current Assets</u>					
Stocks		1,000		1,000	
Debtors		30,974		38,036	
Cash at Bank and in Hand		56,240		10,179	
		<hr/>		<hr/>	
		88,214		49,215	
<u>Less Creditors: Amounts falling due within One Year</u>					
		15,242		14,308	
		<hr/>		<hr/>	
Net Current Assets			72,972		34,907
<u>Total Assets Less Current Liabilities</u>					
			270,717		237,862
<u>Less Creditors: Amounts falling due after more than One Year</u>					
	5		39,452		39,452
			<hr/>		<hr/>
			231,265		198,410
			<hr/> <hr/>		<hr/> <hr/>
<u>Represented by Capital and Reserves</u>					
Called Up Share Capital	7		5,100		5,100
Revaluation Reserve			152,416		152,416
Profit and Loss Account			73,749		40,894
			<hr/>		<hr/>
Total Equity Shareholders' Funds			231,265		198,410
			<hr/> <hr/>		<hr/> <hr/>

The Directors are satisfied that the Company was entitled to exemption under section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) 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 of the Act; 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 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.

Approved by the Board of Directors  
on 24th January 1999  
and signed on their behalf by:

P.H. Church - Director



"ROYAL BLUE" TRANSPORT COMPANY LIMITED

NOTES ON ACCOUNTS TO 31ST MARCH 1998

1. Accounting Policies

- (a) These accounts have been prepared under the Historical Cost Convention, as modified by the revaluation of Investment Properties.
- (b) Turnover represents charges to external customers exclusive of Value Added Tax and trade discounts.
- (c) Stocks and Work in Progress are valued consistently at the lower of cost (on first in first out basis) or net realisable value. Cost, where appropriate, includes a proportion of directly attributable overheads.
- (d) Deferred Taxation  
A deferral of Corporation Tax has arisen due to the different basis on which profits are arrived at for taxation purposes as compared to the basis on which profits are stated in these financial statements. Provision has been made for this taxation to the extent to which it is considered likely to become payable in the foreseeable future and at the rate eventually expected to be charged.
- (e) Depreciation of Fixed Assets  
Depreciation has been computed to write off the cost of Fixed Assets over their expected useful lives at the following rates:-
- |                       |                              |
|-----------------------|------------------------------|
| Investment Property   | Nil                          |
| Freehold Property     | 2% p.a. on cost              |
| Plant and Machinery   | 15% p.a. on reducing balance |
| Fixtures and Fittings | 20% p.a. on reducing balance |
| Motor Vehicles        | 25% p.a. on reducing balance |
- A full year's depreciation is charged in the year of acquisition of an asset, but none in the year of disposal.
- (f) Debtors are shown after providing for any amounts which the Directors consider may not be collected in full.
- (g) Investments which have been classified as Fixed Assets are included at cost, less any reductions in the value of those investments which are considered to be permanent.
- (h) Cash Flow Statement  
The Company has taken advantage of the exemption contained within Financial Reporting Standard No. 1 from the requirement to prepare a Cash Flow Statement on the grounds that it qualifies as a Small Company as defined by Section 247 of the Companies Act 1985.

2. Controlling Party

The Company is under the control of Messrs R.W. and E.E. Church.

"ROYAL BLUE" TRANSPORT COMPANY LIMITED

NOTES ON ACCOUNTS (CONTD..)

NOTES SUPPLEMENTING THE BALANCE SHEET

3. Tangible Fixed Assets

	<u>Total</u>
	£
<u>Cost:</u>	
At 1st April 1997	
and at 31st March 1998	99,329
	<u>          </u>
<u>Depreciation</u>	
At 1st April 1997	63,164
Charge for the Year	<u>5,269</u>
At 31st March 1998	<u>68,433</u>
	<u>          </u>
<u>Net Book Value:</u>	
At 31st March 1998	30,896
	<u>          </u>
At 31st March 1997	<u>36,165</u>

4. Investments (held as Fixed Assets)

(a)	<u>Cost/Valuation</u> <u>at 1.4.97</u> £	<u>Additions</u> £	<u>Cost/Valuation</u> <u>at 31.3.98</u> £
Other Investments (other than loans)	166,790	59	<u>166,849</u>

(b) Fixed Asset Investments Included at Valuation

The following information is provided for those items included at valuation but which are not listed investments:-

<u>Class of Investment</u>	<u>Valuation</u> £	<u>Year of Valuation</u>
Land and Buildings	165,000	1997

"ROYAL BLUE" TRANSPORT COMPANY LIMITEDNOTES ON ACCOUNTS (CONTD..)5. Creditors: Amounts falling due after more than One Year

	<u>1998</u>	<u>1997</u>
	£	£

Other Creditors	39,452	39,452
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6. Loans from Participators:- loans amounting to £39,452 (1997 £39,452) have been classified as other creditors; these loans are unsecured, and repayable on demand; they do not carry interest. They have been treated as creditors repayable in more than 12 months on the basis that no significant amount is likely to be repaid before the end of the next accounting period, and this form of disclosure is considered necessary to prevent distortion of the financial results and position of the Company.

7. Share Capital

	<u>Authorised</u>			<u>Allotted and</u>
	<u>1998</u>	<u>1997</u>	<u>1998</u>	<u>Fully Paid</u>
				<u>1997</u>
Ordinary Shares of £1 Each	<u>20,000</u>	<u>20,000</u>	<u>5,100</u>	<u>5,100</u>