

TARIAN INVESTMENT COMPANY LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2000

Company Number: 518421

Jacob Cavenagh & Skeet
Chartered Accountants
6/8 Tudor Court
Brighton Road
Sutton, Surrey, SM2 5AE



TARIAN INVESTMENT COMPANY LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MARCH 2000

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TARIAN INVESTMENT COMPANY LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements for the year ended 31st March 2000.

Principal activity

The principal activity of the company and its subsidiary is holding properties for investment.

Directors and their interests

The directors throughout the year and their interests in the shares of the company were as follows:

	<i>Ordinary shares</i>	
	<i>31st March 2000</i>	<i>1st April 1999</i>
D R Carpenter	130	130
R D Jones	109	109

Charitable donations

During the year the company made donations of £1,948 to the Charities Aid Foundation.

Year 2000 issues

The directors have considered the impact of the year 2000 problem upon its customers, products, suppliers and systems. The directors do not anticipate any disruption to the company's activities or significant costs associated with the event.

Auditors

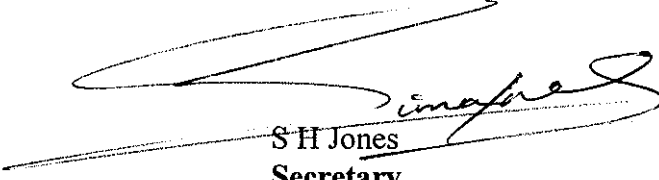
Jacob Cavenagh & Skeet were appointed during the year and a resolution proposing their reappointment will be considered at the next Annual General Meeting.

Small company

This directors' report has 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

Superla House
127 Chiltern Drive
Berrylands Station
Surbiton
Surrey KT5 8LS


S H Jones
Secretary

12th June 2000

TARIAN INVESTMENT COMPANY LIMITED**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 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 it 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.

REPORT OF THE AUDITORS
TO THE MEMBERS OF
TARIAN INVESTMENT COMPANY LIMITED

We have audited the financial statements on pages 3 to 7 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention, as modified by the revaluation of investment property and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2, 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 at 31st March 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Jacob Cavenagh & Skeet

Jacob Cavenagh & Skeet
Chartered Accountants
and Registered Auditor

6/8 Tudor Court
Brighton Road
Sutton
Surrey
SM2 5AE

10th July 2000

TARIAN INVESTMENT COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2000

	<i>Note</i>	<i>2000</i> £	<i>1999</i> £
Net rents receivable		179,718	175,199
Administrative expenses		<u>63,108</u>	<u>53,981</u>
Operating profit	2	116,610	121,218
Profit on sale of properties		1,500	45,395
Investment income		63,000	-
Interest receivable		<u>40,043</u>	<u>49,182</u>
Profit on ordinary activities before taxation		221,153	215,795
Taxation		<u>46,249</u>	<u>25,032</u>
Profit for the year after taxation		174,904	190,763
Dividends		<u>108,000</u>	<u>108,000</u>
Retained profit transferred to reserves	8	<u>66,904</u>	<u>82,763</u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

YEAR ENDED 31ST MARCH 2000

	<i>2000</i> £	<i>1999</i> £
Profit on ordinary activities after taxation	174,904	190,763
Unrealised surplus on revaluation of properties	<u>105,325</u>	<u>310,000</u>
Total gains and losses relating to the year	<u>280,229</u>	<u>500,763</u>

TARIAN INVESTMENT COMPANY LIMITED

BALANCE SHEET

AS AT 31ST MARCH 2000

	Note	£	2000 £	£	1999 £
Fixed assets					
Properties held for investment	3		2,211,825		2,110,000
Investments	4		<u>39,023</u>		<u>39,023</u>
			2,250,848		2,149,023
Current assets					
Debtors	5	78,109		13,379	
Investments		881,977		920,800	
Cash at bank and in hand		<u>84,302</u>		<u>19,094</u>	
		1,044,388		953,273	
Creditors: Amounts falling due within one year	6	<u>261,843</u>		<u>241,132</u>	
Net current assets			<u>782,545</u>		<u>712,141</u>
Total assets less current liabilities			<u>3,033,393</u>		<u>2,861,164</u>
Capital and reserves					
Called up share capital	7		900		900
Revaluation reserve	8		1,665,302		1,563,476
Capital reserve	8		878,535		878,535
Profit and loss account	8		<u>488,656</u>		<u>418,253</u>
Total shareholders' funds			<u>3,033,393</u>		<u>2,861,164</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

Approved by the Board of Directors on 12th June 2000 and signed on its behalf by:



R D JONES

TARIAN INVESTMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2000

1 ACCOUNTING POLICIES

(a) **Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards, as modified by the revaluation of investment properties.

(b) **Consolidation**

The company and its subsidiary comprise a small group. The company has therefore taken advantage of the exemption provided in Section 248 of the Companies Act 1985 not to prepare group accounts.

(c) **Investment properties**

Properties held as investments are included in the financial statements at their open market value at the balance sheet date and the aggregate surplus or deficit is transferred to the revaluation reserve. No depreciation is provided since the properties are revalued annually. This represents a departure from the provisions of the Companies Act 1985 and is required for the accounts to give a true and fair view. The amount of depreciation which might otherwise have been shown cannot be separately identified or quantified.

(d) **Capital reserve**

Any profit or loss realised, less attributable taxation, on the disposal of properties, securities or other assets held for investment is transferred to capital reserve from the profit and loss account.

(e) **Deferred taxation**

Provision is made at the rate it is expected to be paid for the estimated deferment of corporation tax liability through the application of capital allowances in advance of the corresponding depreciation charges in the accounts and other short-term timing differences. Provision is not made for taxation arising in the event that the land and buildings are disposed of at the amount at which they are shown in the accounts.

2 **OPERATING PROFIT**

	2000	1999
	£	£
This is stated after charging:		
Directors' emoluments	29,575	27,125
Pensions to former directors	10,000	10,000
Audit fees	<u>600</u>	<u>344</u>

TARIAN INVESTMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2000

(continued)

3 PROPERTIES HELD FOR INVESTMENT

Freehold land and buildings	£
Valuation	
At 1st April 1999	2,110,000
Disposals	(3,500)
Revaluation	<u>105,325</u>
At 31st March 2000	<u><u>2,211,825</u></u>

Land and buildings, having an historical cost of £546,523, were valued by the directors at the year end on the basis of open market value.

4 FIXED ASSET INVESTMENTS

	£
Cost	
At 1st April 1999 and 31st March 2000	<u><u>39,023</u></u>

The company holds the whole of the issued share capital of Carigluz Investment Company Limited, which is engaged in property investment. At 31st March 2000 the aggregate amount of capital and reserves of Carigluz Investment Company Limited was £2,745,927 and the profit for the year after taxation to that date was £165,516

5	DEBTORS	2000	1999
		£	£
	Rent debtors	7,620	6,255
	Other debtors and prepayments	7,489	7,124
	Amount due from subsidiary undertaking	<u>63,000</u>	<u>-</u>
		<u><u>78,109</u></u>	<u><u>13,379</u></u>
6	CREDITORS: Amounts falling due within one year	2000	1999
		£	£
	Current corporation tax	39,348	36,144
	Other taxation and social security costs	5,524	5,020
	Other creditors	108,971	91,968
	Proposed dividends	<u>108,000</u>	<u>108,000</u>
		<u><u>261,843</u></u>	<u><u>241,132</u></u>

TARIAN INVESTMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2000

(continued)

7	CALLED UP SHARE CAPITAL	<i>2000</i>	<i>1999</i>
		<i>£</i>	<i>£</i>
	Authorised		
	1,000 shares of £1 each	<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	900 shares of £1 each	<u>900</u>	<u>900</u>
8	RESERVES	<i>Revaluation reserve £</i>	<i>Capital reserve £</i>
			<i>Profit and loss account £</i>
	At 1st April 1999	1,563,476	878,535
	Retained profit for the year	-	-
	Revaluation surplus on property portfolio	105,325	-
	Realisation of property revaluation gains		
	of previous years	<u>(3,499)</u>	-
	At 31st March 2000	<u>1,665,302</u>	<u>878,535</u>
9	RELATED PARTY TRANSACTIONS		

Messrs D R Carpenter and R D Jones are shareholders in H C Jones & Co (Surrey) Limited which has charged £11,445 for property management services during the year ended 31st March 2000. Rent receivable includes £2,000 from H C Jones & Co (Surrey) Limited. A member of R D Jones' family, who is also a shareholder, occupies one of the properties at a rate below the market value.