

LEALANS LIMITED

Company No. 00585708

Financial Statements for the year ended 31st March 1995



LEALANS LIMITED

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DIRECTORS' REPORT for the year ended 31st March 1995

The Directors submit their report and financial statements for the year ended 31st March 1995.

RESULTS

The net profit for the year ended 31st March 1995 was £13,113.

The Directors do not recommend the payment of a dividend and the profit for the year has been transferred to retained earnings. Retained earnings of £348,480 are carried forward.

PRINCIPAL ACTIVITY

The principal activity of the Company is that of holding properties as investments.

FIXED ASSETS

The movements in fixed assets are shown in Note 5 to the financial statements.

The company's investment properties were revalued on 31 March 1995. The valuation of £1,741,950, which is £608,833 higher than the former net book value, has been incorporated in these accounts.

DIRECTORS

The Directors who served the Company throughout the year, together with their interests (including family interests) in the shares of the Company at the beginning and end of year, were as follows:-

	Number of shares	
	As at 31 March 1995	As at 1 April 1994
M E Ricketts	98	98
Mrs V R Ricketts (Died 21.10.94)	-	-
Mrs G V Ricketts	2	2

By order of the Board

Riverside House
1-5 High Street
London Colney
Herts
AL2 1RE

Date...25.11.96...


M E Ricketts
Secretary

LEALANS LIMITED

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STATEMENT OF DIRECTORS' RESPONSIBILITIES

for the year ending 31st March 1995

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the 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 -

- i. select suitable accounting policies and then apply them consistently;
- ii. make judgements and estimates that are reasonable and prudent;
- iii. 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.

ACCOUNTANT'S REPORT TO THE SHAREHOLDERS OF LEALANS LIMITED

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We have examined, without carrying out an audit, the accounts for the year ended 31st March 1995 set out on pages 4 to 10.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANT

As described on page 2 the company's director is responsible for the preparation of the accounts, and he believes that the company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination, to report our opinion, as set out below, to the shareholders.

BASIS OF OPINION

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly we do not express an audit opinion on the accounts. Therefore our examination does not provide any assurance that the accounting records are free from material misstatement.

OPINION

In our opinion:

- a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records, the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(4) of the Act; and
- c) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year fall within any of the categories of companies not entitled to exemption specified in section 249B(1).

Clark & Co
Chartered Accountants

Date.....25/1/96.....

5 Kensworth Gate
200-204 High Street South
Dunstable
Beds
LU6 3HS

LEALANS LIMITED

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BALANCE SHEET as at 31st March 1995

	1995 -----	1994 -----
TANGIBLE FIXED ASSETS (Notes 1 & 5)	£1,746,831 -----	£1,121,339 -----
CURRENT ASSETS:		
Debtors (Note 6)	£ 50,227	£ 28,460
CREDITORS FALLING DUE WITHIN ONE YEAR (Note 7)	(551,528)	(637,772)
Net current liabilities	£ (501,301) -----	£ (609,312) -----
TOTAL ASSETS LESS CURRENT LIABILITIES	£1,245,530	£ 512,027
CREDITORS FALLING DUE AFTER ONE YEAR (Note 8)	(288,117)	(176,560)
	£ 957,413 -----	£ 335,467 -----
SHARE CAPITAL (Note 9)	£ 100	£ 100
INVESTMENT REVALUATION RESERVE (Note 10)	608,833	-
RETAINED EARNINGS	348,480	335,367
	£ 957,413 -----	£ 335,467 -----

The exemption conferred by Section 249A(2) of the Companies Act 1985 not to have these accounts audited applies to the company. No notice has been deposited under S249B(2) of the Act for the financial year.

The director acknowledges his responsibility for ensuring that:-

- i. the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- ii. the accounts give a true and fair view of the state of affairs of the company as at 31 March 1995 and of its profit for the year ended in accordance with the requirements of S226 and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

LEALANS LIMITED

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BALANCE SHEET (continued) as at 31st March 1995

The Directors have relied on Section 246 and 247 of Companies Act 1985 enabling them to take advantage of the special exemptions applicable to small companies.

The accompanying notes are an integral part of this Balance Sheet.

Approved by the board and signed on their behalf on..25/1/96.

Director.....

LEALANS LIMITED

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PROFIT AND LOSS ACCOUNT for the year ended

31st March 1995

	1995	1994
	-----	-----
TURNOVER (Note 1)	£ -	£ -
COST OF SALES	-	-
	-----	-----
	£ -	£ -
RENTAL INCOME (Note 1)	157,477	146,396
	-----	-----
	£ 157,477	£ 146,396
ADMINISTRATION EXPENSES (Note 2)	(99,855)	(90,157)
	-----	-----
Operating profit	£ 57,622	£ 56,239
INTEREST PAYABLE (Note 3)	(39,801)	(27,261)
	-----	-----
Profit on ordinary activities before taxation	£ 17,821	£ 28,978
CORPORATION TAX (Note 4)	(4,708)	(7,289)
	-----	-----
Profit for the financial year	£ 13,113	£ 21,689
RETAINED EARNINGS, brought forward	335,367	313,678
	-----	-----
RETAINED EARNINGS, carried forward	£ 348,480	£ 335,367
	=====	=====

There are no gains and losses in the year other than the profit for the year.

There were no acquisitions or discontinuations of business sectors in the year. All amounts therefore refer to continuing operations.

The accompanying notes are an integral part of this Profit and Loss Account.

LEALANS LIMITED

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NOTES TO THE ACCOUNTS : 31st March 1995

1. ACCOUNTING POLICIES

- a) These accounts have been prepared under the historic cost convention.
- b) Properties held as investment are stated at open market value and are not depreciated in accordance with SSAP 19. Investment properties were revalued for the first time on 31 March 1995 and the prior year comparative balance is stated at cost.
- c) Rental income represents the gross value of rents falling due during the year.
- d) Depreciation is charged over the estimated useful life of fixtures and fittings at 15% to 25% on a straight line basis.
- e) Turnover represents the gross proceeds of properties for which the contracts of sale were completed during the period.
- f) Deferred taxation is provided on the liability method on all timing differences to the extent that they are expected to reserve in the future, calculated at the rate at which it is estimated that tax will be payable.
- g) The Company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

2. OPERATING PROFIT

The operating profit is stated after charging:-

	1995	1994
	----	----
Depreciation	£ 1,890	£ 1,790
Directors' remuneration	5,500	5,500
Auditors' remuneration	-	1,906
	=====	=====

3. INTEREST PAYABLE

This is as follows:-

	1995	1994
	----	----
Bank loans	£ 6,864	£ -
Bank overdraft	15,219	9,594
Mortgage	17,647	17,629
Other	71	38
	-----	-----
	£39,801	£27,261
	=====	=====

4. CORPORATION TAX

The charge to Corporation tax arises as follows:-

	1995	1994
	----	----
Corporation tax @ 25% based on the results for the year	£ 4,708	£ 7,289
	=====	=====

5. TANGIBLE FIXED ASSETS

The movement on these accounts was as follows:-

	Properties	Fixtures & Fittings	Total
	-----	-----	-----
Cost:-			
Brought forward	£1,114,568	£12,587	£1,127,155
Additions	18,549	-	18,549
Surplus on revaluation	608,833	-	608,833
	-----	-----	-----
	£1,741,950	£12,587	£1,754,537
	-----	-----	-----

Depreciation:-

Brought forward	£ -	£ 5,816	£ 5,816
Charge for the year	-	1,890	1,890
	-----	-----	-----
	£ -	£ 7,706	£ 7,706
	-----	-----	-----

NET BOOK VALUE

at 31st March 1995	£1,741,950	£ 4,881	£1,746,831
	=====	=====	=====
at 31st March 1994	£1,114,568	£ 6,771	£1,121,339
	=====	=====	=====

Mr M E Ricketts, a Chartered Surveyor and a director of the company, valued the investment properties at open market value using an existing use basis as at 31 March 1995.

6. DEBTORS

These are as follows:-

	1995	1994
	----	----
Trade debtors	£ 46,660	£ 16,795
Due from associated company	93	417
Prepayments	2,848	5,234
Other debtors	626	6,014
	-----	-----
	£ 50,227	£ 28,460
	=====	=====

7. CREDITORS

Falling due within one year:-

	1995	1994
	----	----
Bank overdraft	£165,574	£206,614
Corporation tax	4,708	7,289
Social Security and other taxes	3,326	3,301
Accruals	3,156	4,605
Other creditors	212,102	310,085
Due to associated Companies	136,274	105,878
Bank loan	26,388	-
	-----	-----
	£551,528	£637,772
	=====	=====

The bank overdraft and loan is secured by a fixed charge over certain specific properties held as investment.

8. CREDITORS

Falling due after one year:-

	1995	1994
	----	----
Bank loan	£111,557	£ -
Mortgage liability	176,560	176,560
	-----	-----
	£288,117	£176,560
	=====	=====

The mortgage liability is secured by a fixed charge over certain specific properties held as investment and by guarantees given by two of the Directors. It is repayable after five years, not by instalments.

9. SHARE CAPITAL

The Share Capital of the Company comprises 100 Ordinary Shares of £1 each, all of which are issued and fully paid.

10. MOVEMENT IN SHAREHOLDER FUNDS:

This is as follows:

	Share Capital	Investment Revaluation Reserve	Retained Earnings	TOTAL
	-----	-----	-----	-----
Balance brought forward	£ 100	£ -	£ 335,367	£ 335,467
Surplus on revaluation of investment properties	-	608,833	-	608,833
Net profit for the year	-	-	13,113	13,113
	---	-----	-----	-----
Balance carried forward	£ 100	£608,833	£ 348,480	£ 957,413
	===	=====	=====	=====