

LEALANS LIMITED

COMPANY NO 00585708

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2000



LEALANS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2000

The Directors submit their report and financial statements for the year ended 31 March 2000.

RESULTS

The net profit for the year ended 31 March 2000 was £17,107.

The Directors do not recommend the payment of a dividend and the profit for the year has been transferred to retained profits. Retained profits of £517,949 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 2000. The valuation of £2,156,600, which is £1,147,681 higher than the cost, has been incorporated in these accounts.

DIRECTORS

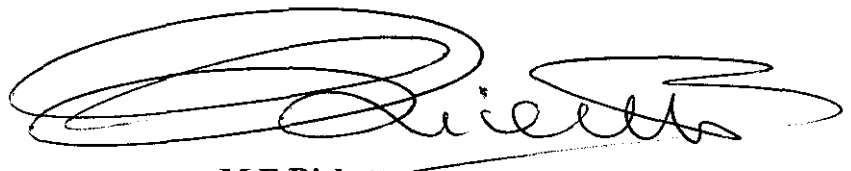
The Directors who served the Company throughout the year, together with their interests (including family interests) in the shares of the Company at the beginning and end of year, were as follows:-

	<u>Number of shares</u>	
	<u>As at 31 March 2000</u>	<u>As at 1 April 1999</u>
M E Ricketts	98	98
Mrs G V Ricketts	2	2

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

By Order of the Board

Riverside House
1-5 High Street
LONDON COLNEY
Herts
AL2 1RE


M E Ricketts
Secretary

Date *26 January 2001*

LEALANS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES
FOR THE YEAR ENDED 31 MARCH 2000

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.

LEALANS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2000

	<u>2000</u>	<u>1999</u>
	£	£
RENTAL INCOME (Note 1)	177,607	173,799
ADMINISTRATION EXPENSES (Note 2)	(119,155)	(93,319)
Operating profit	<u>58,452</u>	<u>80,480</u>
INTEREST PAYABLE (Note 3)	(23,172)	(24,835)
Profit on ordinary activities before taxation	<u>35,280</u>	<u>55,645</u>
CORPORATION TAX (Note 4)	(18,173)	(788)
Profit for the financial year	<u>17,107</u>	<u>54,857</u>
RETAINED PROFITS brought forward	500,842	445,985
RETAINED PROFITS carried forward	<u><u>517,949</u></u>	<u><u>500,842</u></u>

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**BALANCE SHEET AS AT 31 MARCH 2000**

	<u>2000</u>	<u>1999</u>
	£	£
TANGIBLE FIXED ASSETS (Notes 1 & 5)	2,171,366	2,032,363
CURRENT ASSETS:		
Debtors (Note 6)	97,990	114,208
Cash	99	14,152
	98,089	128,360
CREDITORS FALLING DUE WITHIN ONE YEAR (Note 7)	(369,830)	(396,408)
Net current liabilities	(271,741)	(268,048)
TOTAL ASSETS LESS CURRENT LIABILITIES	1,899,625	1,764,315
CREDITORS FALLING DUE AFTER ONE YEAR (Note 8)	(233,895)	(237,595)
DEFERRED TAXATION (Note 9)	(148,000)	(125,000)
	1,517,730	1,401,720
SHARE CAPITAL (Note 10)	100	100
INVESTMENT REVALUATION RESERVE (Note 11)	999,681	900,778
RETAINED PROFITS	517,949	500,842
	1,517,730	1,401,720

The Directors have taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1). No notice has been deposited under S249B(2) of the Companies Act 1985.

The Directors have:

- i) acknowledged their responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- ii) acknowledged their responsibility for preparing accounts which give a true and fair view of the company and of its profit for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.

LEALANS LIMITED

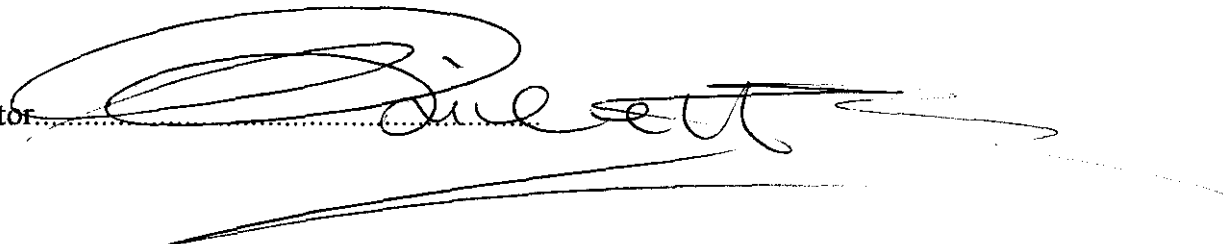
BALANCE SHEET (continued) AS AT 31 MARCH 2000

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

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

Approved by the board and signed on their behalf on...*26 January 2001*...

Director.....

A large, stylized handwritten signature in black ink, appearing to read 'D. J. Lealans', is written over the dotted line following the 'Director' label. The signature is fluid and extends across the width of the page.

LEALANS LIMITED

NOTES TO THE ACCOUNTS : 31 MARCH 2000

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.
- 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) 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.
- f) 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:-

	<u>2000</u>	<u>1999</u>
	£	£
Depreciation	5,470	2,079
Directors' remuneration	6,500	6,500
Auditors' remuneration	-	-
	<u> </u>	<u> </u>

3 INTEREST PAYABLE:

This is as follows:-

	<u>2000</u>	<u>1999</u>
	£	£
Bank loans and overdraft	5,390	7,349
Mortgage	15,685	17,486
Other	2,097	-
	<u>23,172</u>	<u>24,835</u>

4 CORPORATION TAX:

The charge to Corporation tax arises as follows:-

	<u>2000</u>	<u>1999</u>
	£	£
Corporation tax at 20% (1999 - 21%)	7,310	788
Adjustment to prior year taxation	10,863	-
	<u>18,173</u>	<u>788</u>

5 TANGIBLE FIXED ASSETS:

The movement on these accounts was as follows:-

	<u>Properties</u>	<u>Fixtures & Fittings</u>	<u>Motor Vehicles</u>	<u>TOTAL</u>
	£	£	£	£
Cost -				
Brought forward	2,029,697	20,906	-	2,050,603
Additions	5,000	298	17,272	22,570
Surplus on revaluation	121,903			121,903
	<u>2,156,600</u>	<u>21,204</u>	<u>17,272</u>	<u>2,195,076</u>
Depreciation -				
Brought forward	-	18,240	-	18,240
Charge for the year	-	2,154	3,316	5,470
	<u>-</u>	<u>20,394</u>	<u>3,316</u>	<u>23,710</u>
Net Book Value at 31.3.00	<u>2,156,600</u>	<u>810</u>	<u>13,956</u>	<u>2,171,366</u>
Net Book Value at 31.3.99	<u>2,029,697</u>	<u>2,666</u>	<u>-</u>	<u>2,032,363</u>

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 2000.

6 DEBTORS:

These are as follows:-

	<u>2000</u>	<u>1999</u>
	£	£
Trade debtors	31,166	32,723
Other debtors	63,380	78,158
Prepayments	3,444	3,327
	<u>97,990</u>	<u>114,208</u>

7 CREDITORS:

Falling due within one year:-

	<u>2000</u>	<u>1999</u>
	£	£
Bank overdraft	18,454	-
Bank loan	10,000	10,000
Trade creditors	-	2,025
Corporation Tax	7,310	788
Social Security and other taxes	1,861	1,559
Accruals	2,900	4,919
Other creditors	326,505	377,117
Hire purchase liability	2,800	-
	<u>369,830</u>	<u>396,408</u>

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:-

	<u>2000</u>	<u>1999</u>
	£	£
Bank loan	52,500	62,500
Mortgage liability	175,095	175,095
Hire purchase liability	6,300	-
	<u>233,895</u>	<u>237,595</u>

The bank loan is repayable by instalments as follows:-

Within five years	50,000	50,000
After five years	12,500	22,500
	<u>62,500</u>	<u>72,500</u>
Included in current liabilities	(10,000)	(10,000)
	<u>52,500</u>	<u>62,500</u>

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

9 DEFERRED TAX:

Deferred taxation provided in the financial statements is as follows:-

	<u>2000</u>	<u>1999</u>
	£	£
Taxation on investment property revaluation surplus -		
Balance brought forward	125,000	89,070
Transfer from investment property revaluation account	23,000	35,930
Balance carried forward	<u>148,000</u>	<u>125,000</u>

10 SHARE CAPITAL:

The share capital of the company comprises 100 Ordinary Shares of £1 each, all of which are issued and fully paid.

11 MOVEMENT IN SHAREHOLDER FUNDS:

This is as follows:-

	<u>Share Capital</u>	<u>Investment Revaluation Reserve</u>	<u>Retained Profits</u>	<u>TOTAL</u>
	£	£	£	£
Balance brought forward	100	900,778	500,842	1,401,720
Surplus on revaluation of investment properties		121,903		121,903
Adjustment to deferred taxation arising from revaluation surplus		(23,000)		(23,000)
Net profit for the year			17,107	17,107
Balance carried forward	<u>100</u>	<u>999,681</u>	<u>517,949</u>	<u>1,517,730</u>