

**MANHILL CO. LIMITED**

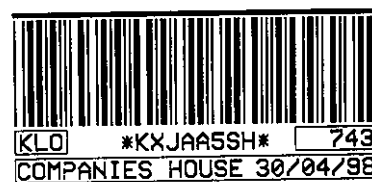
Company No: 804321

**ABBREVIATED**  
**FINANCIAL STATEMENTS**

for the year ended

31 MARCH 1997

**COHEN ARNOLD & CO**  
**CHARTERED ACCOUNTANTS**  
**REGISTERED AUDITOR**  
**LONDON W1X 2JP**



**MANHILL CO. LIMITED**

**DIRECTORS**

Mr E Englander  
Mr C Berger

**JOINT SECRETARIES**

Mrs S Englander  
Mr M Berger

**REGISTERED OFFICE**

13-17 New Burlington Place  
Regent Street  
LONDON W1X 2JP

**AUDITORS**

Cohen Arnold & Co  
13-17 New Burlington Place  
Regent Street  
LONDON W1X 2JP

MANHILL CO. LIMITED

INDEX TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1997

Page

|       |                                               |
|-------|-----------------------------------------------|
| 1 - 2 | Auditors' Report                              |
| 3     | Balance Sheet                                 |
| 4 - 5 | Notes to the Abbreviated Financial Statements |

# **AUDITORS' REPORT TO MANHILL CO. LIMITED**

## **PURSUANT TO PARAGRAPH 24 OF**

### **SCHEDULE 8 TO THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages 3 to 5 together with the full financial statements of Manhill Co. Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1997.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

The Directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the director's statement on page 3 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

#### **BASIS OF OPINION**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

#### **OPINION**

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31 March 1997 and the abbreviated financial statements on pages 3 to 5 have been properly prepared in accordance with that Schedule.

#### **OTHER INFORMATION**

On ~~29-6-97~~ 29-6-98, we reported, as auditors of Manhill Co. Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1997, and our audit report was as follows:

"We have audited the Financial Statements on pages 4 to 11 which have been prepared under the historical cost convention and the Accounting Policies set out in Note 1.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As indicated in the Directors' Report, 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 the Financial Statements and to report our opinion to you.

**AUDITORS' REPORT TO MANHILL CO. LIMITED**

**PURSUANT TO PARAGRAPH 24 OF**

**SCHEDULE 8 TO THE COMPANIES ACT 1985**

**BASIS OF OPINION**

We have 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 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 and to give reasonable assurance that the Financial Statements are free from material mis-statement, 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.

In forming our opinion, we have considered the disclosures made in Note 12 to the Financial Statements with regard to the Going Concern basis upon which the Financial Statements are prepared. Although we consider that this matter should be drawn to your attention, our opinion is not qualified in this respect.

**OPINION**

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs at 31 March 1997 and of its Profit for the year then ended, and have been properly prepared in accordance with the Companies' Act 1985."



London

Date: *LF* April 1998

COHEN ARNOLD & CO  
Chartered Accountants and  
Registered Auditor

**MANHILL CO. LIMITED**

**BALANCE SHEET AS AT 31 MARCH 1997**

|                                                       | Notes | £       | <u>1997</u> | £ | £           | <u>1996</u> | £ |
|-------------------------------------------------------|-------|---------|-------------|---|-------------|-------------|---|
| <b>FIXED ASSETS</b>                                   |       |         |             |   |             |             |   |
| Investment                                            | 2     |         | 171,330     |   |             | 171,330     |   |
| <b>CURRENT ASSETS</b>                                 |       |         |             |   |             |             |   |
| Stock                                                 |       | 365,375 |             |   | 376,573     |             |   |
| Debtors                                               |       | 568,832 |             |   | 490,860     |             |   |
| Cash at Bank                                          |       | 6,051   |             |   | -           |             |   |
|                                                       |       |         |             |   |             |             |   |
|                                                       |       |         | 940,258     |   | 867,433     |             |   |
| <b>CREDITORS:</b> Amounts falling due within one year |       |         | (1,747,341) |   | (1,853,154) |             |   |
|                                                       |       |         |             |   |             |             |   |
| <b>NET CURRENT LIABILITIES</b>                        |       |         | (807,083)   |   | (985,721)   |             |   |
|                                                       |       |         |             |   |             |             |   |
| <b>NET LIABILITIES</b>                                |       |         | £(635,753)  |   | £(814,391)  |             |   |
|                                                       |       |         |             |   |             |             |   |
| <b>CAPITAL AND RESERVES</b>                           |       |         |             |   |             |             |   |
| Called up Share Capital                               | 3     |         | 100         |   | 100         |             |   |
| Reserves                                              |       |         | 14,742      |   | 14,742      |             |   |
| Profit and Loss Account                               |       |         | (650,595)   |   | (829,233)   |             |   |
|                                                       |       |         |             |   |             |             |   |
|                                                       |       |         | £(635,753)  |   | £(814,391)  |             |   |

We have relied upon the exemptions for individual financial statements under Section A of Part III of Schedule 8 of the Companies Act 1985 and have done so on the basis that the company is entitled to the benefit of those exemptions as a small company.

.....*C. Berger*.....  
**MR C BERGER - DIRECTOR**

**Date:** .....*25.4.97*.....

The notes on pages 4 and 5 form part of these Abbreviated Financial Statements.

MANHILL CO. LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1997

**1. ACCOUNTING POLICIES**

The following accounting policies have been used consistently in the preparation of the Company's Financial Statements.

**1.1 BASIS OF ACCOUNTING**

The Financial Statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

**1.2 STOCKS**

Stock is comprised of freehold and leasehold properties held for trading and is included in the Financial Statements at the lower of cost and estimated net realisable value.

**1.3 ACQUISITIONS AND DISPOSALS OF PROPERTIES**

Acquisitions and Disposals are considered to have taken place at the date of legal completion and are included in the Financial Statements accordingly.

**1.4 CASH FLOW STATEMENT**

The Company is exempted from the requirement to prepare a Cash Flow Statement (in accordance with Financial Reporting Standard No 1) on the basis of its being a "small company" as defined by Section 247 Companies Act 1985.

**2. INVESTMENT**

The Company holds 38,500 £1 Ordinary Shares in The Development and Property Holding Company Limited.

**3. CALLED UP SHARE CAPITAL**

|                                | <u>1997</u> | <u>1996</u> |
|--------------------------------|-------------|-------------|
| <u>Authorised</u>              |             |             |
| 100 Ordinary Shares of £1 each | £100        | £100        |
| <u>Issued and Fully Paid:</u>  |             |             |
| 100 Ordinary Shares of £1 each | £100        | £100        |

**MANHILL CO. LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 1997**

**4. CONTINGENT LIABILITIES**

The Company, its fellow subsidiary and associated companies have given unlimited cross-guarantee for each others accounts with one of their bankers.

**5. PARENT UNDERTAKING**

The Parent Undertaking is Keren Association Limited, incorporated in Great Britain and registered in England.

**6. GOING CONCERN**

The Financial Statements have been prepared in accordance with accounting principles appropriate to a Going Concern notwithstanding the deficiency in Net Assets at the Balance Sheet date. The Directors consider this to be appropriate having regard to the continuing provision of financial facilities by the major Loan Creditor who has not issued any demand for repayment of the outstanding loan since the Balance Sheet date. In addition the Directors confirm that no such demand will be made within one year following upon the presentation and approval of these Financial Statements.