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REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2004
FOR
STONEHURST ESTATES LIMITED

1097-257



STONEHURST ESTATES LIMITED

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FOR THE YEAR ENDED 31ST MARCH 2004**

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STONEHURST ESTATES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MARCH 2004

DIRECTORS: S A Briggs
M A Briggs

SECRETARY: Mrs C Briggs

REGISTERED OFFICE: 21 Villiers St
London
WC2N 6ND

REGISTERED NUMBER: 1070521 (England and Wales)

AUDITORS: The Parker Partnership
Chartered Accountants and Registered Auditors
Cornelius House
178/180 Church Road
Hove
East Sussex
BN3 2DJ

BANKERS: National Westminster Bank plc
208 Piccadilly
London
W1A 2DG

STONEHURST ESTATES LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31ST MARCH 2004

The directors present their report with the financial statements of the company for the year ended 31st March 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property development and the operation of The Royal Adelphi Hotel.

The management of The Royal Adelphi Hotel was passed to a company controlled by Mr M A Briggs with effect from the close of business on the 31st of March 2004.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

On the 31st of March 2004 the Company was divided between the two shareholders with the investment properties and the management of The Royal Adelphi being transferred to a company controlled by Mr M A Briggs, who continues as a Non-executive Director of the Company and the shares in the Company being transferred to a new parent company, Stonehurst Group Limited, controlled by Mr S A Briggs.

The property development business continues within the Company and its subsidiary and associated companies, Capitalclimb Limited, Stonehurst Estates (Hammersmith) Limited and Bond City Limited, under the control of Mr S A Briggs, the Managing Director.

DIVIDENDS

The Company declared a distribution in specie of its interest in four properties and paid an interim dividend of £250,000 in cash on 26th March 2004.

DIRECTORS

The directors during the year under review were:

S A Briggs
M A Briggs

The beneficial interests of the directors holding office on 31st March 2004 in the issued share capital of the company were as follows:

	31.3.04	1.4.03
Ordinary £1 shares		
S A Briggs	-	72,079
M A Briggs	-	75,081

During the year, the Company became a wholly owned subsidiary and the above directors have the following shareholdings in the parent company at the year end:

S A Briggs	95,784 'S' Ordinary £1 shares
M A Briggs	51,576 'M' Ordinary £1 shares

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 then 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.

STONEHURST ESTATES LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 2004**

STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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.

AUDITORS

The auditors, The Parker Partnership, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
S A Briggs - Director

Date: 12/1/05

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF
STONEHURST ESTATES LIMITED**

We have audited the financial statements of Stonehurst Estates Limited for the year ended 31st March 2004 on pages five to eighteen. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on pages two and three the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

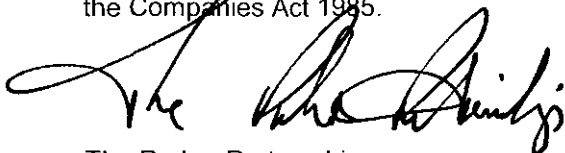
Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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.

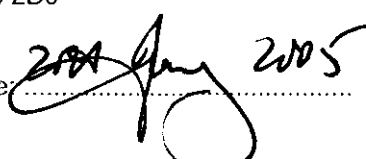
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 as at 31st March 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



The Parker Partnership
Chartered Accountants and Registered Auditors
Cornelius House
178/180 Church Road
Hove
East Sussex
BN3 2DJ

Date:  2005

STONEHURST ESTATES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2004**

	Notes	2004 £	2003 £
TURNOVER		13,645,629	5,288,980
Cost of sales		<u>11,171,776</u>	<u>3,206,638</u>
GROSS PROFIT		2,473,853	2,082,342
Administrative expenses		<u>1,082,532</u>	<u>773,472</u>
OPERATING PROFIT	3	1,391,321	1,308,870
Interest receivable and similar income		<u>2,002</u>	<u>1,351</u>
		1,393,323	1,310,221
Amounts written off investments	4	<u>107,301</u>	<u>276,043</u>
		1,286,022	1,034,178
Interest payable and similar charges	5	<u>392,864</u>	<u>278,608</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		893,158	755,570
Tax on profit on ordinary activities	6	<u>330,674</u>	<u>316,000</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		562,484	439,570
Dividends	7	<u>1,669,639</u>	<u>-</u>
(DEFICIT)/RETAINED PROFIT FOR THE YEAR		<u>(1,107,155)</u>	<u>439,570</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

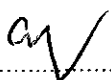
The company has no recognised gains or losses other than the profits for the current and previous years.

STONEHURST ESTATES LIMITED

BALANCE SHEET
31ST MARCH 2004

	Notes	2004 £	2003 £
FIXED ASSETS			
Intangible assets	8	18,772	25,599
Tangible assets	9	52,711	145,111
Investments	10	2,911,586	1,287,512
		<u>2,983,069</u>	<u>1,458,222</u>
CURRENT ASSETS			
Stocks	11	2,978,306	10,387,450
Debtors	12	1,192,111	319,408
Cash at bank and in hand		579,005	2,915
		<u>4,749,422</u>	<u>10,709,773</u>
CREDITORS			
Amounts falling due within one year	13	5,785,292	10,422,732
NET CURRENT (LIABILITIES)/ASSETS		<u>(1,035,870)</u>	<u>287,041</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,947,199</u>	<u>1,745,263</u>
CREDITORS			
Amounts falling due after more than one year	14	(1,243,974)	(51,883)
PROVISIONS FOR LIABILITIES AND CHARGES	17	(117,000)	-
		<u>586,225</u>	<u>1,693,380</u>
CAPITAL AND RESERVES			
Called up share capital	18	147,160	147,160
Share premium	19	7,350	7,350
Profit and loss account	19	431,715	1,538,870
SHAREHOLDERS' FUNDS	23	<u>586,225</u>	<u>1,693,380</u>

ON BEHALF OF THE BOARD:


S A Briggs - Director

Approved by the Board on 12/1/05

The notes form part of these financial statements

STONEHURST ESTATES LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2004**

	Notes	2004		2003	
		£	£	£	£
Net cash inflow/(outflow) from operating activities	1		7,077,296		(2,063,433)
Returns on investments and servicing of finance	2		(286,296)		(287,467)
Taxation			(237,674)		(265,900)
Capital expenditure and financial investment	2		(1,732,727)		(1,109,625)
Equity dividends paid			(250,000)		(120,000)
			4,570,599		(3,846,425)
Financing	2		(4,213,196)		2,989,129
Increase/(Decrease) in cash in the period			357,403		(857,296)
Reconciliation of net cash flow to movement in net debt	3				
Increase/(Decrease) in cash in the period		357,403		(857,296)	
Cash outflow/(inflow) from decrease/(increase) in debt		4,156,635		(1,022,554)	
Change in net debt resulting from cash flows			4,514,038		(1,879,850)
Movement in net debt in the period			4,514,038		(1,879,850)
Net debt at 1st April			(7,606,862)		(5,727,012)
Net debt at 31st March			(3,092,824)		(7,606,862)

The notes form part of these financial statements

STONEHURST ESTATES LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2004

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	2004 £	2003 £
Operating profit	1,391,321	1,308,870
Depreciation charges	19,903	20,873
Loss on disposal of fixed assets	676	1,687
Increase in provisions	117,000	-
Development reclassification profit	(545,137)	-
Non-cash stock movements	(754,863)	-
Non-cash debtor/creditor movements	(39,639)	-
Decrease/(Increase) in stocks	7,409,144	(3,734,292)
Increase in debtors	(882,303)	(180,453)
Increase in creditors	361,194	519,882
Net cash inflow/(outflow) from operating activities	7,077,296	(2,063,433)

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2004 £	2003 £
Returns on investments and servicing of finance		
Interest received	11,602	401
Interest paid	(297,898)	(287,868)
Net cash outflow for returns on investments and servicing of finance	(286,296)	(287,467)
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(4,352)	(8,958)
Purchase of fixed asset investments	-	(7,500)
Sale of tangible fixed assets	3,000	3,000
Loans to group undertakings	(1,731,375)	(1,096,167)
Net cash outflow for capital expenditure and financial investment	(1,732,727)	(1,109,625)
Financing		
(Decrease)/increase in bank loans	(4,156,635)	1,987,323
(Decrease)/increase in other	(56,561)	1,001,806
Net cash (outflow)/inflow from financing	(4,213,196)	2,989,129

STONEHURST ESTATES LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2004

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/4/03 £	Cash flow £	At 31/3/04 £
Net cash:			
Cash at bank and in hand	2,915	576,090	579,005
Bank overdrafts	(403,347)	(218,687)	(622,034)
	<u>(400,432)</u>	<u>357,403</u>	<u>(43,029)</u>
Debt:			
Debts falling due within one year	(7,154,547)	5,348,726	(1,805,821)
Debts falling due after one year	(51,883)	(1,192,091)	(1,243,974)
	<u>(7,206,430)</u>	<u>4,156,635</u>	<u>(3,049,795)</u>
Total	<u>(7,606,862)</u>	<u>4,514,038</u>	<u>(3,092,824)</u>

STONEHURST ESTATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover comprises property sale proceeds, rents receivable and hotel accommodation charges, excluding VAT.

Goodwill

Goodwill is amortised over its useful economic life of 26 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Hotel lease	- term of leases
Investment properties	- term of leases
Hotel fixtures & fittings	- 12.5% on reducing balance
Motor vehicles	- 25% on reducing balance

Developments in progress

Property developments in progress are valued at the lower of cost and net realisable value.

Cost comprises the initial purchase price together with subsequent direct costs.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

Consolidation

In the opinion of the directors, the Company and its subsidiary undertakings comprise a medium-sized group. The Company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

2. STAFF COSTS

	2004	2003
	£	£
Wages and salaries	281,160	242,914
Social security costs	31,000	20,991
Other pension costs	2,672	2,849
	<u>314,832</u>	<u>266,754</u>

STONEHURST ESTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2004**

2. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	2004	2003
Directors	2	2
Hotel staff	13	12
Property development	22	25
	<u>37</u>	<u>39</u>

3. OPERATING PROFIT

The operating profit is stated after charging:

	2004 £	2003 £
Other operating leases	321,875	183,500
Depreciation - owned assets	13,076	14,046
Loss on disposal of fixed assets	676	1,687
Goodwill amortisation	6,827	6,827
Auditors remuneration	7,000	7,000
Auditors' remuneration for non audit work	<u>28,451</u>	<u>12,108</u>
Directors' emoluments	135,000	110,447
Directors' pension contributions to money purchase schemes	<u>1,522</u>	<u>1,595</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	----------	----------

4. AMOUNTS WRITTEN OFF INVESTMENTS

	2004 £	2003 £
Provision against loan to group company	<u>107,301</u>	<u>276,043</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2004 £	2003 £
Bank interest	6,897	2,016
Short term bank property loan interest	256,248	243,003
Long term bank interest	5,909	12,653
Interest on other loans	123,810	20,936
	<u>392,864</u>	<u>278,608</u>

STONEHURST ESTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2004**

6. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2004 £	2003 £
Current tax:		
UK corporation tax	318,000	316,000
Prior year tax	12,674	-
	<u>330,674</u>	<u>316,000</u>
Tax on profit on ordinary activities	<u>330,674</u>	<u>316,000</u>

7. DIVIDENDS

	2004 £	2003 £
Equity shares:		
Dividend in specie	1,419,639	-
Interim dividend	250,000	-
	<u>1,669,639</u>	<u>-</u>

8. INTANGIBLE FIXED ASSETS

COST

At 1st April 2003
and 31st March 2004

**Goodwill
£**

177,500

AMORTISATION

At 1st April 2003
Amortisation for year

151,901
6,827

At 31st March 2004

158,728

NET BOOK VALUE

At 31st March 2004

18,772

At 31st March 2003

25,599

STONEHURST ESTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2004**

9. TANGIBLE FIXED ASSETS

	Hotel lease £	Investment properties £	Hotel fixtures & fittings £	Motor vehicles £	Totals £
COST					
At 1st April 2003	140,925	80,000	160,037	18,931	399,893
Additions	-	-	1,352	3,000	4,352
Disposals	-	-	-	(15,490)	(15,490)
Own development capitalised	-	1,100,000	-	-	1,100,000
Dividend in specie	-	(1,180,000)	-	-	(1,180,000)
At 31st March 2004	140,925	-	161,389	6,441	308,755
DEPRECIATION					
At 1st April 2003	113,694	-	126,650	14,438	254,782
Charge for year	7,779	-	4,343	954	13,076
Eliminated on disposal	-	-	-	(11,814)	(11,814)
At 31st March 2004	121,473	-	130,993	3,578	256,044
NET BOOK VALUE					
At 31st March 2004	19,452	-	30,396	2,863	52,711
At 31st March 2003	27,231	80,000	33,387	4,493	145,111

10. FIXED ASSET INVESTMENTS

	2004 £	2003 £
Shares in group undertakings	1	1
Loans to group undertakings	2,904,085	1,280,011
Participating interests	7,500	7,500
	2,911,586	1,287,512

Additional information is as follows:

	Shares in group undertakings £	Interest in associate undertakings £	Totals £
COST			
At 1st April 2003 and 31st March 2004	1	7,500	7,501
NET BOOK VALUE			
At 31st March 2004	1	7,500	7,501
At 31st March 2003	1	7,500	7,501

STONEHURST ESTATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2004

10. FIXED ASSET INVESTMENTS - continued

The company's investments at the balance sheet date in the share capital of companies include the following:

Subsidiaries

Capitalclimb Limited

Nature of business: holding a property for development.

	% holding	2004 £	2003 £
Class of shares:			
Ordinary	100.00		
Aggregate capital and reserves		(731,254)	(623,953)
Loss for the year		<u>(107,301)</u>	<u>(276,043)</u>

Stonehurst Estates (Hammersmith) Limited

Nature of business: property development

	% holding
Class of shares:	
Ordinary	100.00

Stonehurst Estates (Hammersmith) Limited was incorporated on 27th January 2004.

Associated Company

Bond City Limited

Nature of business: dormant

	% holding	2004 £	2003 £
Class of shares:			
Ordinary	50.00		
Aggregate capital and reserves		<u>(19)</u>	<u>(19)</u>
			Loans to group undertakings £
At 1st April 2003			1,280,011
New in year			1,731,375
Provided in year			<u>(107,301)</u>
At 31st March 2004			<u>2,904,085</u>

STONEHURST ESTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2004**

11. STOCKS

	2004	2003
	£	£
UK property developments	2,848,636	10,069,450
Portuguese property	-	200,000
Work-in-progress	129,670	118,000
	<u>2,978,306</u>	<u>10,387,450</u>

In the directors' opinion the replacement cost of the UK properties is £6,000,000

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004	2003
	£	£
Trade debtors	452,949	158,219
Amounts owed by group undertakings	381,775	-
Other debtors	165,029	16,906
Amounts owed by connected undertakings	-	17,399
VAT	115,748	58,173
Prepayments and accrued income	76,610	68,711
	<u>1,192,111</u>	<u>319,408</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004	2003
	£	£
Bank loans and overdrafts (see note 15)	2,427,855	7,557,894
Payments on account	3,112	318,532
Trade creditors	648,981	213,749
Tax	273,000	180,000
Social security and other taxes	30,994	35,820
Amounts owed to connected undertakings	1,910,014	1,966,575
Accruals and deferred income	491,336	150,162
	<u>5,785,292</u>	<u>10,422,732</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2004	2003
	£	£
Bank loans (see note 15)	<u>1,243,974</u>	<u>51,883</u>

STONEHURST ESTATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2004**

15. LOANS

An analysis of the maturity of loans is given below:

	2004 £	2003 £
Amounts falling due within one year or on demand:		
Bank overdrafts	622,034	403,347
Hotel bank loan	25,127	96,410
Bank loans	1,780,694	7,058,137
	<u>2,427,855</u>	<u>7,557,894</u>
Amounts falling due between one and two years:		
Hotel bank loan	<u>25,127</u>	<u>51,883</u>
Amounts falling due between two and five years:		
Hotel bank loan	<u>18,847</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loan	<u>1,200,000</u>	<u>-</u>

16. SECURED DEBTS

The following secured debts are included within creditors:

	2004 £	2003 £
Bank overdrafts	622,034	403,347
Bank loans	3,049,795	7,206,430
	<u>3,671,829</u>	<u>7,609,777</u>

The property bank loans are repayable from the associated property sale proceeds. The bank loans are secured on the Company's leasehold property and property stocks, a fixed and floating charge over all current and future assets of the Company and a personal guarantee by S A Briggs.

17. PROVISION FOR LIABILITIES AND CHARGES

	2004 £	2003 £
Provision for remediation cost	<u>117,000</u>	<u>-</u>

STONEHURST ESTATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2004

18. CALLED UP SHARE CAPITAL

Authorised:		Nominal value:	2004 £	2003 £
Number:	Class:			
250,000	Ordinary	£1	<u>250,000</u>	<u>250,000</u>
Allotted, issued and fully paid:		Nominal value:	2004 £	2003 £
Number:	Class:			
147,160	Ordinary	£1	<u>147,160</u>	<u>147,160</u>

19. RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1st April 2003	1,538,870	7,350	1,546,220
Deficit for the year	(1,107,155)	-	(1,107,155)
At 31st March 2004	<u>431,715</u>	<u>7,350</u>	<u>439,065</u>

20. ULTIMATE PARENT COMPANY

The ultimate parent company is Stonehurst Group Limited, a company registered in England and Wales.

21. CONTINGENT LIABILITIES

There is an unlimited cross guarantee to Lloyds TSB Bank plc in favour of Stonehurst Estates (Hammersmith) Ltd. As at 31st March 2004 the loan balance was £840,000.

There is also a composite guarantee to National Westminster Bank plc between the Company and Bayhurst Securities Ltd. As at 31st March 2004 Bayhurst Securities Ltd had a loan balance of £526,558.

STONEHURST ESTATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2004

22. RELATED PARTY DISCLOSURES

	Debtor/ (creditor) at end of year £	(Sales to) purchases during year £	Debtor/ (creditor) at end last year £
S A Briggs			
Director and former shareholder	(850,389)	16,432	9,032
-Purchase of property at open market value		(313,263)	
S A Briggs & A Bligh partnership			
-Unsecured advances	(422,007)		(1,955,234)
-Interest payable	(51,000)	107,378	(18,000)
Bayhurst Securities Ltd			
-Unsecured advances	(637,617)		1,383
(a company controlled by S A Briggs)			
M A Briggs			
Director and former shareholder (car sale)	-	(3,000)	(11,341)
Stonehurst Estates (Hammersmith) Limited (subsidiary company)	381,775	-	-

23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004 £	2003 £
Profit for the financial year	562,484	439,570
Dividends	(1,669,639)	-
Net (reduction)/addition to shareholders' funds	(1,107,155)	439,570
Opening shareholders' funds	1,693,380	1,253,810
Closing shareholders' funds	586,225	1,693,380
Equity interests	586,225	1,693,380