



1317708 (England and Wales)

S.C.H. (Properties) Limited
Directors' Report and Financial Statements
for the year ended 31 March 1995



GERALD EDELMAN

CHARTERED ACCOUNTANTS

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S.C.H. (Properties) Limited
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S.C.H. (Properties) Limited

Directors' Report for the year ended 31 March 1995

The directors present their report and the financial statements for the year ended 31 March 1995.

Principal Activities and Review of the Business

The principal activity of the company is property dealing.

The results for the year and the financial position at the year end were considered satisfactory by the directors, who are optimistic of growth in the foreseeable future.

Results and Dividends

The results for the year are set out on page 4.

The directors do not recommend payment of a dividend.

It is proposed that the retained profit of £2,026 is transferred to reserves.

Fixed Assets

The significant changes in fixed assets during the year are explained in notes 7 and 8 to the financial statements.

Directors and their Interests

The directors who served during the year and their interests in the company were as stated below.

	Class of share	Number of shares	
		1995	1994
L Serlin	Ordinary shares	1	1
D J Serlin	Ordinary shares	1	1
S Serlin	Ordinary shares	-	-

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Gerald Edelman be reappointed as auditors of the company will be put to the Annual General Meeting.

S.C.H. (Properties) Limited

Directors' Report for the year ended 31 March 1995(continued)

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.

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.

This report was approved by the Board on 26 July 1995

S Serlin
S Serlin
Secretary

S.C.H. (Properties) Limited

**Auditors' Report
to the shareholders of S.C.H. (Properties) Limited**

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention 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

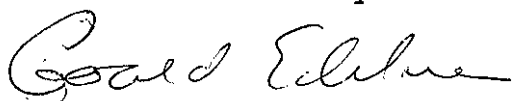
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 as at 31 March 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In our opinion the company is entitled to the exemption from preparing group accounts conferred by Section 248 of the Companies Act 1985.



Gerald Edelman

26 July 1995

Chartered Accountants
Registered Auditor

25 Harley Street
London W1N 2BR

S.C.H. (Properties) Limited

**Profit and Loss Account
for the year ended 31 March 1995**

	Notes	1995 £	1994 £
Turnover	2	-	31,500
Cost of sales		-	(20,345)
Gross profit		-	11,155
Administrative expenses		(55,305)	(41,727)
Other operating income		56,518	51,614
Operating profit	3	1,213	21,042
Other interest receivable and similar income	4	1,681	1,033
Interest payable and similar charges	5	(6)	(57)
Profit on ordinary activities before taxation		2,888	22,018
Tax on profit on ordinary activities	6	(862)	(5,105)
Retained profit for the year	13	£ 2,026	£ 16,913

There are no recognised gains and losses other than those passing through the profit and loss account.

S.C.H. (Properties) Limited

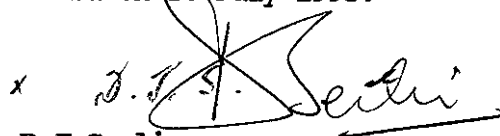
**Balance Sheet
as at 31 March 1995**

	Notes	£	1995 £	£	1994 £
Fixed Assets					
Tangible assets	7		9,633		12,844
Investments	8		<u>2</u>		<u>2</u>
			9,635		12,846
Current Assets					
Stocks	9	150,864		150,864	
Debtors	10	38,497		42,706	
Cash at bank and in hand		<u>57,120</u>		<u>66,989</u>	
		246,481		260,559	
Creditors: amounts falling due within one year	11	<u>(204,632)</u>		<u>(223,947)</u>	
Net Current Assets			<u>41,849</u>		<u>36,612</u>
Total Assets Less Current Liabilities			<u>£ 51,484</u>		<u>£ 49,458</u>
Capital and Reserves					
Called up share capital	12		2		2
Profit and loss account	13		<u>51,482</u>		<u>49,456</u>
Shareholders' Funds	14		<u>£ 51,484</u>		<u>£ 49,458</u>

The financial statements were approved by the Board on 26 July 1995.



L Serlin
Director



D J Serlin
Director

S.C.H. (Properties) Limited

Notes to the Financial Statements for the year ended 31 March 1995

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Motor vehicle	-	25% Reducing balance
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1.3 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.4 Stock

Stock is valued at the lower of cost and net realisable value.

1.5 Group Accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company has not prepared group accounts as it is exempt from the requirement to do so by section 248 of the Companies Act 1985.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the U.K.

3. Operating Profit

	1995 £	1994 £
Operating profit is stated after charging:		
Depreciation of tangible assets	3,211	4,281
Auditors' remuneration	3,938	3,938
and after crediting:		
Rents receivable	56,518	51,614

S.C.H. (Properties) Limited

Notes to the Financial Statements
for the year ended 31 March 1995

4.	Other Interest Receivable and Similar Income	1995 £	1994 £
	Bank interest received	<u>1,681</u>	<u>1,033</u>
5.	Interest Payable	1995 £	1994 £
	On bank loans and overdrafts	<u>6</u>	<u>57</u>
		£ <u>6</u>	£ <u>57</u>
6.	Taxation	1995 £	1994 £
	U.K. Current year taxation		
	U.K. Corporation tax at 25% (1994 - 25%)	862	4,991
	Prior years		
	U.K. Corporation tax	<u>-</u>	<u>114</u>
		£ <u>862</u>	£ <u>5,105</u>
7.	Tangible assets		
			Motor vehicle £
	Cost		
	At 1 April 1994 & at 31 March 1995		<u>17,125</u>
	Depreciation		
	At 1 April 1994		4,281
	Charge for year		<u>3,211</u>
	At 31 March 1995		<u>7,492</u>
	Net book values		
	At 31 March 1995		£ <u>9,633</u>
	At 31 March 1994		£ <u>12,844</u>

S.C.H. (Properties) Limited

**Notes to the Financial Statements
for the year ended 31 March 1995**

8. Fixed Asset Investments	1995	1994
	£	£
Subsidiary undertakings	2	2
	<u>2</u>	<u>2</u>
Investment in subsidiary undertakings		
		Shares
		£
Cost		
At 1 April 1994 & at 31 March 1995		2
		<u>2</u>
Net Book Values		
At 31 March 1995	£	2
		<u>2</u>
At 31 March 1994	£	2
		<u>2</u>

In the opinion of the directors the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Holdings of more than 10%

The company holds more than 10% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertaking			
Heathway Investments Limited	England and Wales	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
Heathway Investments Limited	£48,142	£2,742

9. Stocks	1995	1994
	£	£
Stock of properties	£ 150,864	£ 150,864
	<u>150,864</u>	<u>150,864</u>

S.C.H. (Properties) Limited

**Notes to the Financial Statements
for the year ended 31 March 1995**

10. Debtors	1995	1994
	£	£
Trade debtors	563	2,150
Amounts owed by group undertaking	37,934	40,241
Prepayments and accrued income	-	315
	<u>£ 38,497</u>	<u>£ 42,706</u>
 11. Creditors: amounts falling due within one year	 1995	 1994
	£	£
Trade creditors	5,000	9,375
Corporation tax	862	4,991
Other taxes and social security costs	1,989	739
Directors' current accounts	191,153	203,214
Other creditors	1,690	1,690
Accruals and deferred income	3,938	3,938
	<u>£ 204,632</u>	<u>£ 223,947</u>
 12. Share Capital	 1995	 1994
	£	£
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
 Allotted, called up and fully paid		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>
 13. Profit And Loss Account	 1995	 1994
	£	£
Retained profits at 1 April 1994	49,456	32,543
Retained profit for the year	2,026	16,913
Retained profits at 31 March 1995	<u>£ 51,482</u>	<u>£ 49,456</u>

S.C.H. (Properties) Limited

**Notes to the Financial Statements
for the year ended 31 March 1995**

14. Reconciliation of Movements in Shareholders' Funds

	1995 £	1994 £
Profit for the financial year	2,026	16,913
Opening shareholders' funds	49,458	32,545
	<u> </u>	<u> </u>
Closing shareholders' funds	£ 51,484	£ 49,458
	<u> </u>	<u> </u>

15. Directors' Emoluments

	1995 £	1994 £
Remuneration	22,110	22,110
	<u> </u>	<u> </u>

16. Transactions With Directors

Included under creditors is the sum of £191,153 due to L & S Serlin. There are no terms as to interest or repayment in respect of this balance.

17. Employees

Number of employees

The average weekly number of employees (including directors) during the year was:

	1995 Number	1994 Number
Management	2	2
	<u> </u>	<u> </u>

Employment costs

	£	£
Wages and salaries	22,110	22,110
Social security costs	2,664	1,908
	<u> </u>	<u> </u>
	£ 24,774	£ 24,018
	<u> </u>	<u> </u>