

Company Registration No. 1371221 (England and Wales)

REGISTRAR'S COPY
OF ACCOUNTS

PROSPERHOME LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2002



PROSPERHOME LIMITED

COMPANY INFORMATION

Directors

S Drizen
P R Drizen

Secretary

P R Drizen

Company number

1371221

Registered office

61 Chandos Place
London
WC2N 4HG

Accountants

Cavendish
61 Chandos Place
London
WC2N 4HG

Business address

17 Dorset Drive
Edgware
Middlesex
HA8 7NT

Bankers

Royal Bank of Scotland Bank plc
28 Cavendish Square
London
W1M 0HB

PROSPERHOME LIMITED

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PROSPERHOME LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2002

The directors present their report and financial statements for the year ended 31 December 2002.

Principal activities

The principal activity of the company continued to be that of property dealing.

Directors

The following directors have held office since 1 January 2002:

S Drizen
P R Drizen

Directors' interests

The directors at the balance sheet date and their interest in the company at that date and at the beginning of the year (or on appointment if later), were as follows:

	Ordinary shares of £ 1 each	
	31 December 2002	1 January 2002
S Drizen	25,000	25,000
P R Drizen	25,000	25,000

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

On behalf of the board

10 June 2003

P R Drizen

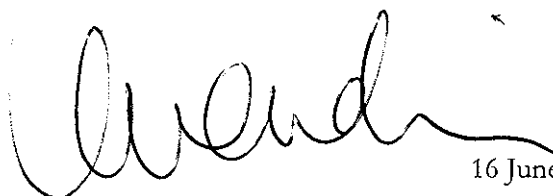
P R Drizen
Secretary

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PROSPERHOME LIMITED

**ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE
UNAUDITED ACCOUNTS OF PROSPERHOME LIMITED**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2002, set out on pages 3 to 6 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Cavendish

16 June 2003

Chartered Certified Accountants

61 Chandos Place
London
WC2N 4HG

PROSPERHOME LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2002

		Year ended 31 December 2002 £	Year ended 31 December 2001 £
	Notes		
Turnover		17,762	403,851
Cost of sales		-	(192,384)
Gross profit		17,762	211,467
Administrative expenses		(3,444)	(11,556)
Operating profit		14,318	199,911
Other interest receivable and similar income		331	1,846
Interest payable and similar charges		(77)	-
Profit on ordinary activities before taxation		14,572	201,757
Tax on profit on ordinary activities	2	1,172	(41,185)
Profit on ordinary activities after taxation		15,744	160,572
Dividends		-	(150,000)
Retained profit for the year	7	15,744	10,572

PROSPERHOME LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2002

	Notes	2002 £	£	2001 £	£
<u>Fixed assets</u>					
Investments	3		300,000		300,000
<u>Current assets</u>					
Stocks		114,950		114,950	
Debtors	4	249,709		349,231	
Cash at bank and in hand		4,425		74,612	
		<u>369,084</u>		<u>538,793</u>	
<u>Creditors: amounts falling due within one year</u>	5	<u>(9,753)</u>		<u>(195,206)</u>	
<u>Net current assets</u>			359,331		343,587
<u>Total assets less current liabilities</u>			<u>659,331</u>		<u>643,587</u>
<u>Capital and reserves</u>					
Called up share capital	6		50,000		50,000
Profit and loss account	7		609,331		593,587
<u>Shareholders' funds</u>			<u>659,331</u>		<u>643,587</u>

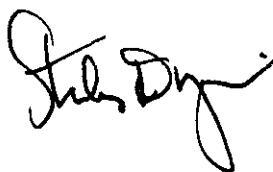
In preparing these financial statements:

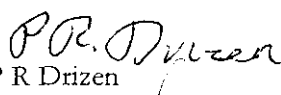
- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 10 June 2003

S Drizen
Director




P R Drizen
Director

PROSPERHOME LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents rents receivable.

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. Net realisable value is based on estimated selling price less further costs to completion and disposal.

1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Taxation

	2002	2001
	£	£
<u>Domestic current year tax</u>		
U.K. corporation tax	1,750	41,000
Adjustment for prior years	(2,922)	185
<u>Current tax charge</u>	<u>(1,172)</u>	<u>41,185</u>

3 Fixed asset investments

	<u>Shares in</u> <u>group</u> <u>undertakings</u> <u>and</u> <u>participating</u> <u>interests</u> <u>£</u>
<u>Cost</u>	
At 1 January 2002 & at 31 December 2002	<u>300,000</u>

PROSPERHOME LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2002**

4	<u>Debtors</u>	<u>2002</u>	<u>2001</u>
		£	£
	Amounts owed by group undertakings and undertakings in which the company has a participating interest	222,209	172,209
	Other debtors	27,500	177,022
		<u>249,709</u>	<u>349,231</u>
5	<u>Creditors: amounts falling due within one year</u>	<u>2002</u>	<u>2001</u>
		£	£
	Taxation and social security	1,750	44,000
	Other creditors	8,003	151,206
		<u>9,753</u>	<u>195,206</u>
6	<u>Share capital</u>	<u>2002</u>	<u>2001</u>
		£	£
	<u>Authorised</u>		
	50,000 Ordinary shares of £ 1 each	<u>50,000</u>	<u>50,000</u>
	<u>Allotted, called up and fully paid</u>		
	50,000 Ordinary shares of £ 1 each	<u>50,000</u>	<u>50,000</u>
7	<u>Statement of movements on profit and loss account</u>		<u>Profit and loss account</u>
			£
	Balance at 1 January 2002		593,587
	Retained profit for the year		15,744
			<u>609,331</u>
	Balance at 31 December 2002		<u>609,331</u>