

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

Company No: 1674021

FINANCIAL STATEMENTS

for the period ended

31 MARCH 2003

COHEN ARNOLD & CO
CHARTERED ACCOUNTANTS
REGISTERED AUDITOR
LONDON NW11 0PU



SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

INDEX TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2003

Page

1 Legal and Administrative Information

2 - 4 Report of the Trustees

5 - 6 Auditors' Report to the Members

7 Statement of Financial Activities

8 Balance Sheet

9 - 14 Notes to the Financial Statements

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

LEGAL AND ADMINISTRATIVE DETAILS

FOR THE PERIOD ENDED 31 MARCH 2003

NAME	Sparquote Limited
STATUS	Incorporated Registered Charity Number 286234 Company Number 1674021
REGISTERED OFFICE	New Burlington House 1075 Finchley Road London NW11 OPU
GOVERNORS AND TRUSTEES	Mr David Reichmann Mr Dov Reichmann Mrs A M Reichmann
SECRETARY	Mrs A M Reichmann
AUDITORS	Cohen Arnold & Co New Burlington House 1075 Finchley Road London NW11 OPU
PRINCIPAL BANKERS	Barclays Bank Plc. Edgware Middlesex

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
REPORT OF THE TRUSTEES

The Trustees who are also the Governors of the Charity have pleasure in presenting their Annual Report, together with the audited Accounts, for the period ended 31st March 2003.

LEGAL AND ADMINISTRATIVE INFORMATION

Legal and Administrative Information of the Company is shown on Page 1 of the Financial Statements and forms part of this report.

OBJECTIVES AND POLICIES OF THE CHARITY

The Company is established to further those purposes both in the United Kingdom and abroad recognised as charitable by English Law and in furtherance of the aforementioned objects. The Charity received income mainly from its property investments and charitable receipts under Gift Aid which it utilises in the provision and distribution of grants and donations. The Company's principle activity throughout the period was the provision and distribution of donations and grants to Charities, and no change is envisaged in the immediate future.

ORGANISATION STRUCTURE

The Charity is constituted as a Company Limited by guarantee, and is therefore governed by a memorandum and articles of association.

The day to day affairs of the Company is administered by the council of Governors. None of the Trustees who are also the Governors have any beneficial interest in the Company.

REVIEW OF ACTIVITIES AND RESULTS

During the year the Company continued its philanthropic activities in support of religious education and other charitable Institutions and aggregate donations were paid in the period to 31st March 2003 of £222,498.

The financial results of the Company's activities for the period to 31st March 2003 are fully reflected in the attached Financial Statements together with the Notes thereon.

FIXED ASSETS

The movements in Fixed Assets are fully reflected in Note 6 to the Financial Statements.

The Company's investment properties are included at the trustees valuation as at the Balance Sheet date. No depreciation is charged on the investment assets which is in accordance with the Statement of Recommended Practise (SORP 2000).

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE TRUSTEES

RESERVES POLICY

It is the policy of the charity to maintain unrestricted funds, which are the free reserve of the charity, at a level which the Trustees think appropriate after considering the future commitments of the charity and the likely administrative costs of the charity for the next year.

RISK MANAGEMENT

The Trustees have identified and reviewed the major risks to which the Company is exposed, in particular those related to the operations and finance of the Company, and are satisfied that systems are in place to mitigate those risks.

GOVERNORS'/TRUSTEES' RESPONSIBILITIES

Company law requires the Governors/Trustees 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 its financial position at the end of that year. In preparing the Financial Statements, the Trustees are required to:

- i) select suitable accounting policies and apply them consistently
- ii) make judgements and estimates that are reasonable and prudent
- iii) follow applicable accounting standards, subject to any material departures disclosed and explained in the Financial Statements
- iv) prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Governors/Trustees are responsible for maintaining 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.

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

REPORT OF THE TRUSTEES

CLOSE COMPANY

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

AUDITORS

The auditors, Cohen, Arnold & Co, are willing to continue in office and a resolution re-appointing them in accordance with Section 385 of the Companies Act 1985 and authorising the Council to fix their remuneration will be proposed at the Annual General Meeting.

By Order of the Trustees


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Mrs A M Reichmann (Trustee/Governor)

29 Jan..... 2004

SPARQUOTE LIMITED (LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
FOR THE PERIOD ENDED 31 MARCH 2003

We have audited the Financial Statements on pages 7 to 14 which have been prepared under the historical cost convention and accounting policies set out on pages 9 and 10.

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 auditor's 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 THE TRUSTEES AND THE AUDITORS

As described on pages 3, the Trustees are responsible for the preparation of the Trustees' Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards.

It is our responsibility 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 Trustees' report 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 Trustees' remuneration and transactions with the company is not disclosed. We are not required to consider whether the statement in the Governors' (Trustees') Report concerning risk management covers all existing risks and controls or to form an opinion on the effectiveness of the Charity's risk management and control procedures.

We read other information contained in the Governors' (Trustees') Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the Financial Statements. Our responsibilities do not extend to any other information.

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 Governors/Trustees 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.

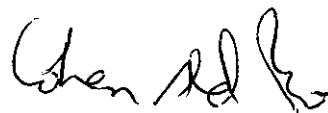
SPARQUOTE LIMITED (LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
FOR THE PERIOD ENDED 31 MARCH 2003
(Continued)

OPINION

In our opinion the Financial Statements give a true and fair view of the state of the company's affairs at 31 March 2003 and of its incoming resources and application of resources including its income and expenditure, in the period then ended and have been properly prepared in accordance with the Companies Act 1985.

London

Date: 29 January 2004



COHEN ARNOLD & CO
Chartered Accountants and
Registered Auditor

SPARQUOTE LIMITED (LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE PERIOD ENDED 31
MARCH 2003

		<u>2003</u>		<u>Year to</u> <u>5th April 2002</u>	
		<u>Unrestricted Funds</u>		<u>Unrestricted Funds</u>	
	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Incoming Resources					
Donations		-		2,500	
Investment Income	3	545,021		515,902	
Other Income		894		-	
Total Incoming Resources			545,915		518,402
			545,915		518,402
<i>Cost of generating funds:</i>					
Investment Management Costs		116,556		134,121	
Interest Payable and similar charges	4	159,536		157,027	
<i>Charitable Expenditure:</i>					
Charitable Donations		222,498		371,770	
Administration of Charity	5	3,970		4,024	
Total Resources Expended			(502,560)		(666,942)
Net Incoming/(Outgoing) Resources					
			43,355		(148,540)
Revaluation of Investment Properties	6		712,305		644,795
Net Movement of Funds for the Period/Year					
- Net Income for the Period/Year			755,660		496,255
Total Unrestricted Funds Brought Forward					
			1,220,970		724,715
Total Unrestricted Funds Carried Forward					
			£1,976,630		£1,220,970

None of the charity's activities was initiated or discontinued during the financial period nor in the previous year.

All incoming resources and resources expended derive from continuing activities.

The charity has no other recognised gains or losses other than those reflected in the above Statement of Financial Activities for the financial period or for the previous year.

The notes on pages 9 to 14 form part of these Financial Statements.

BALANCE SHEET AS AT 31 MARCH 2003

8

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2003

1. ACCOUNTING POLICIES

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

1.1 BASIS OF ACCOUNTING

The Financial Statements have been prepared under the Historical Cost Convention as modified by the revaluation of certain Fixed Assets and in accordance with applicable Accounting Standards and Statement of Recommended Practice (SORP 2000) for Charities.

1.2 INCOME

Investment income includes income from investments and deposits and rentals received from property assets. Other Income includes Insurance Commission.

1.3 EXPENDITURE

All expenditure is classified under the Charity's principal categories of charitable and other expenditure and by the type of expense.

1.4 FUND ACCOUNTING

General unrestricted funds compromise the accumulated surplus or deficit on income and expenditure account. They are available for use at the discretion of the Trustees in furtherance of the general objectives of the Trust.

Restricted funds are funds subject to specific restricted conditions imposed by donors. There are no restricted funds as at the Balance Sheet date.

Designated funds are funds, which have been set aside at the discretion of the Trustees for specific purposes. There are no designated funds as at the Balance Sheet date.

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2003

1.5 PROPERTIES HELD FOR INVESTMENT

Investment Properties are included at Trustees' Valuation as at the Balance Sheet date which is in accordance with Statement of Recommended Practise (SORP 2000) and SSAP 19. The unrealised gains and losses are shown in Statements of Financial Activities.

1.6 ACQUISITIONS AND DISPOSALS OF PROPERTIES

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

1.7 CHARITABLE DONATIONS

The Charitable Donations have been detailed in a separate schedule – Sparquote Limited – Schedule of Charitable Donations.

1.8 TAXATION

The Charity is not liable to direct taxation (Income Tax) on its income as it falls within the various exemptions available to registered charities.

1.9 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 S247 Companies Act 1985.

2. FORMAT OF FINANCIAL STATEMENTS

The Financial Statements are presented in accordance with the format prescribed by Schedule 4 Companies Act 1985 as well as by Statement of Recommended Practice - Accounting by Charities, with suitable adaptation thereof which the Governors (Trustees) consider to be appropriate having regard to the nature of the Company's activities

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2003

3. INVESTMENT INCOME

	<u>2003</u>	<u>Year to</u> <u>5th April 2002</u>
	£	£
Rents and Charges Receivable	544,892	513,828
Bank and Other Interest Received	129	2,074
	£545,021	£515,902

4. INTEREST PAYABLE AND RELATED COSTS

	<u>2003</u>	<u>Year to</u> <u>5th April 2002</u>
	£	£
Bank Interests	10	-
On Mortgage Advances repayable in more than 5 years:		
Bank Loans	156,733	155,215
Costs of Obtaining Finance	2,793	1,812
	£159,536	£157,027

5. MANAGEMENT AND ADMINISTRATION

	<u>2003</u>	<u>Year to</u> <u>5th April 2002</u>
	£	£
Auditors' Remuneration	1,175	3,058
General Expenses	1,851	77
Bank Charges	667	741
Depreciation	277	148
	£3,970	£4,024

Apart from the Trustees there were no other employees of the Company during the period nor in the previous year. The Trustees neither received nor waived any emoluments during the year (2002: £Nil).

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2003

6. TANGIBLE FIXED ASSETS

Value/Cost	<u>Freehold and Long Leasehold Investment Properties</u> £	<u>Furniture Fittings & Equipment</u> £	<u>Total</u> £
At 6 April 2002	3,135,000	1,400	3,136,400
Acquisitions and Improvements	302,695	666	303,361
Revaluation	712,305	-	712,305
At 31 March 2003	£4,150,000	£2,066	£4,152,066
Depreciation:			
At 6 April 2002	-	958	958
Charge for the year	-	277	277
At 31 March 2003	£ -	£1,235	£1,235
Net Book Value at 31 March 2003	£4,150,000	£831	£4,150,831
Net Book Value at 5 April 2002	£3,135,000	£442	£3,135,442

The Investment Properties are stated at Governors/Trustees valuation as at 31 March 2003.

The historical cost of the Company's Investment Properties at 31 March 2003 is £2,396,469 (2002: £2,093,774).

No Provision has been made for any latent liability to Corporation Tax on unrealised surpluses on revaluation of properties as it is anticipated that all realised surpluses will be applied for the benefit of this Company's charitable purposes and that no tax liability will arise.

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2003

7. DEBTORS

	<u>2003</u> £	<u>2002</u> £
Loan Debtors	-	58,645
Trade Debtors, Other Debtors and Prepayments	14,156	15,709
	£14,156	£74,354

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2003</u> £	<u>2002</u> £
Bank Loans (Note 9)	147,894	122,407
Loan Creditors (Note 11)	3,775	-
Rent Charged in Advance	68,654	59,990
Rental Deposits	93,115	108,904
Other Creditors and Accruals	14,436	13,509
	£327,874	£304,810

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

	<u>Interest Rates</u>	<u>2003</u> £	<u>2002</u> £
<u>Bank Loans</u>			
Amounts repayable after five years:			
Instalments terminating in 2008	8.18%	47,763	50,924
Instalments terminating in 2012	9.25%	458,245	489,195
Instalments terminating in 2013	8.48%	187,965	200,026
Instalments terminating in 2013	7.47%	958,192	1,025,622
Instalments terminating in 2016	Variable	140,558	147,365
Instalments terminating in 2017	Variable	288,469	-
		2,081,192	1,913,132
<u>Less:</u> Amounts repayable within one year		(147,894)	(122,407)
		£1,933,298	£1,790,725

The loans are secured by fixed legal charges over the Company's freehold and Long Leasehold properties and a floating charge over the company's other assets.

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2003

10. UNRESTRICTED FUNDS

	<u>Revaluation Reserve</u> £	<u>General Reserve</u> £	<u>Total Funds</u> £
Balance at 6 April 2002	1,041,226	179,744	1,220,970
Unrealised gain on Investment Properties	712,305	-	712,305
Net Income for the Year	-	43,355	43,355
Balance at 31 March 2003	£1,753,531	£223,099	£1,976,630

11. RELATED PARTY TRANSACTIONS

- (a) Donations totalling £106,000 were paid to Penshurst Corporation Limited (a Registered Charity). Mr David Reichman and Mr Dov Reichman, Governors of this company are also Governors of the aforementioned company.
- (b) Included in Loan Creditors is an amount of £3,000 due to Coverseal Limited. The loan is interest free and repayable on demand.
Mr David Reichman and Mr Dov Reichman, Governors of this company are also Directors of Coverseal Limited. Mr David Reichman and Mr Dov Reichman hold 25% and 50% of the issued share capital in Coverseal Limited.

12. CONTROLLING PARTY

The Company has no controlling Party.