SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

Company No: 1674021

FINANCIAL STATEMENTS

for the year ended

31 MARCH 2004



COHEN ARNOLD & CO
CHARTERED ACCOUNTANTS
REGISTERED AUDITOR
LONDON NW11 OPU

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

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SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)

LEGAL AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 MARCH 2004

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 year ended 31st March 2004.

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 year to 31st March 2004 of £163,421 (2003 - £222,498).

The financial results of the Company's activities for the year to 31st March 2004 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 Practice (SORP 2000).

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.

Investment Powers

Under the memorandum and articles of association, the charity has the power to make any investment, which the trustees see fit. The trustees regularly review the charity's position and needs in respect of the investment policy.

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.

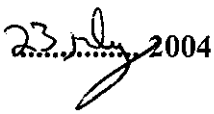
Auditors

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



Mrs A M Reichmann (Trustee/Governor)



2004

SPARQUOTE LIMITED (LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT TO THE MEMBERS
FOR THE YEAR ENDED 31 MARCH 2004

We have audited the Financial Statements on pages 7 to 13 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.

OPINION

In our opinion the Financial Statements give a true and fair view of the state of the company's affairs at 31 March 2004 and of its incoming resources and application of resources including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

London

Date: 23 July 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 YEAR ENDED 31 MARCH 2004

	Notes	2004 Unrestricted Funds £	2004 £	2003 Unrestricted Funds £	2003 £
Incoming Resources					
Donations		26,880		-	
Investment Income	3	563,100		545,021	
Other Income		-		894	
Total Incoming Resources			589,980		545,915
Resources Expended					
Cost of generating funds:					
Investment Management Costs		122,385		116,556	
Interest Payable and similar charges	4	156,792		159,536	
Charitable Expenditure:					
Charitable Donations		163,421		222,498	
Administration of Charity	5	4,473		3,970	
Total Resources Expended			(447,071)		(502,560)
Net Incoming/(Outgoing) Resources			142,909		43,355
Revaluation of Investment Properties	6		127,236		712,305
Net Movement of Funds for the Year - Net Income for the Year			270,145		755,660
Total Unrestricted Funds Brought Forward			1,976,630		1,220,970
Total Unrestricted Funds Carried Forward			£2,246,775		£1,976,630

None of the charity's activities was initiated or discontinued during the financial year 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 year or for the previous year.

The notes on pages 9 to 13 form part of these Financial Statements.

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
BALANCE SHEET AS AT 31 MARCH 2004

	Notes	2004 £	2004 £	2003 £	2003 £
FIXED ASSETS					
Tangible Assets	6		4,290,623		4,150,831
CURRENT ASSETS					
Debtors	7	16,190		14,156	
Cash at Bank and Deposit		63,006		72,815	
		79,196		86,971	
CREDITORS: Amounts falling due within one year	8	(335,361)		(327,874)	
NET CURRENT LIABILITIES			(256,165)		(240,903)
TOTAL ASSETS LESS CURRENT LIABILITIES			4,034,458		3,909,928
CREDITORS: Amounts falling due after more than one year	9		(1,787,683)		(1,933,298)
NET ASSETS			£2,246,775		£1,976,630
UNRESTRICTED FUNDS					
General funds	10		366,008		223,099
Revaluation fund	10		1,880,767		1,753,531
			£2,246,775		£1,976,630

The Financial Statements were approved by the Council on 23rd July 2004 and signed on its behalf by

.....
MR DAVID REICHMANN

.....
MR DOV REICHMANN

GOVERNORS/TRUSTEES

The notes on pages 9 to 13 form part of these Financial Statements.

SPARQUOTE LIMITED
(LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in the audit of the company's 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 "Accounting and Reporting by Charities" (SORP 2000) issued in October 2000.

1.2 INCOME

Investment income includes income from investments and deposits and rentals received from property assets. Other Income includes Insurance Commission. Donations represent voluntary amounts received during the year.

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.

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. ACCOUNTING POLICIES (Cont'd)

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

3. INVESTMENT INCOME

	2004	2003
	£	£
Rents and Charges Receivable	562,574	544,892
Bank and Other Interest Received	526	129
	£563,100	£545,021

4. INTEREST PAYABLE AND RELATED COSTS

	2004	2003
	£	£
On Mortgage Advances repayable in more than 5 years:		
Bank Loans	156,792	156,733
Costs of Obtaining Finance		2,803
	£156,792	£159,536

5. ADIMINSTRATION OF CHARITY

	2004	2003
	£	£
Auditors' Remuneration	2,953	1,175
General Expenses	639	1,851
Bank Charges	673	667
Depreciation	208	277
	£4,473	£3,970

Apart from the Trustees there were no other employees of the Company during the year nor in the previous year. The Trustees neither received nor waived any emoluments during the year (2003: £Nil).

6. TANGIBLE FIXED ASSETS

	Freehold and Long Leasehold Investment Properties @ Valuation £	Furniture Fittings & Equipment @ Cost £	Total £
At Valuation/cost:			
At 1 April 2003	4,150,000	2,066	4,152,066
Acquisitions and Improvements	12,764	-	12,764
Revaluation	127,236	-	127,236
At 31 March 2004	£4,290,000	£2,066	£4,292,066
Depreciation:			
At 1 April 2003	-	1,235	1,235
Charge for the year	-	208	208
At 31 March 2004	£ -	£1,443	£1,443
Net Book Value :			
At 31 March 2004	£4,290,000	£623	£4,290,623
At 31 March 2003	£4,150,000	£831	£4,150,831

The Investment Properties are stated at Governors/Trustees' valuation as at 31 March 2004.

The historical cost of the Company's Investment Properties at 31 March 2004 is £2,409,233 (2003: £2,396,469).

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.

7. DEBTORS

	2004 £	2003 £
Other Debtors	£16,190	£14,156

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £	2003 £
Current Instalments of Term loans (Note 9)	147,894	152,000
Loan Creditors (Note 11)	1,750	3,775
Rent Charged in Advance	75,564	68,654
Rental Deposits	101,164	93,115
Other Creditors and Accruals	4,883	14,436
	£335,361	£327,874

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

	Interest Rates	2004 £	2003 £
Bank Loans			
Amounts repayable after five years:			
Instalments terminating in 2008	8.18%	44,406	47,763
Instalments terminating in 2012	9.25%	425,119	458,245
Instalments terminating in 2013	8.48%	175,137	187,965
Instalments terminating in 2013	7.47%	886,871	958,192
Instalments terminating in 2016	Variable	133,332	140,558
Instalments terminating in 2017	Variable	274,818	288,469
		1,939,683	2,081,192
Less: Amounts repayable within one year		(152,000)	(147,894)
		£1,787,683	£1,933,298

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

10. UNRESTRICTED FUNDS

	Revaluation Fund £	General Funds £	Total Funds £
At 1 April 2003	1,753,531	223,099	1,976,630
Unrealised gain on Investment Properties	127,236	-	127,236
Net Income for the Year		142,909	142,909
At 31 March 2004	£1,880,767	£366,008	£2,246,775

11. RELATED PARTY TRANSACTIONS

A donation of £25,000 was paid to Penshurst Corporation Limited (a Registered Charity). Mr David Reichmann and Mr Dov Reichmann, Governors of this Company are also Governors of the aforementioned Company.

12. CONTROLLING PARTY

The Company has no controlling Party.

13. GOING CONCERN

The Financial Statements have been prepared in accordance with the accounting principles appropriate to a going concern, this being dependent upon the continued provision of financial statements by the Company's banker in respect of which the Governors are confident that continued support will be made available or alternatives facilities could be obtained.