

QUEENNEWS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2000



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COMPANIES HOUSE 29/12/00

QUEENNEWS LIMITED

Company Information

Directors	Mr P Michael Mrs A Michael Mr A Michael Despo Michael Mikela Michael
Secretary	Alice Michael
Company Number	01754521
Registered Office	171 Ballards Lane Finchley London N3 1LP
Reporting Accountants	ATHINS & CO. 171 Ballards Lane Finchley London N3 1LP
Business Address	Bickerton House 25/27 Bickerton Road London N19 5JT

QUEENNEWS LIMITED

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QUEENNEWS LIMITED

Directors' Report for the year ended 31 March 2000

The directors present their report and the financial statements for the year ended 31 March 2000.

Principal Activity and Review of the Business

The principal activity of the company is letting of property.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	31 March 2000	1 April 1999
Mr P Michael	-	-
Mrs A Michael	1,600	1,600
Mr A Michael	3,200	3,200
Despo Michael	-	-
Mikela Michael	-	-

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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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.

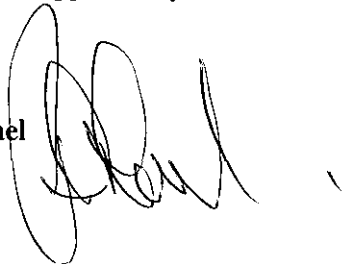
Reporting Accountants

The directors recommend that ATHINS & CO. remain in office until further notice.

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

This report was approved by the Board on 13 October 2000 and signed on its behalf by

Mr P Michael
Director



QUEENNEWS LIMITED

Accountants' Report to the Shareholders on the Unaudited Financial Statements of QUEENNEWS LIMITED

We report on the financial statements for the year ended 31 March 2000 set out on pages 3... to 7.

Respective responsibilities of directors and reporting accountants

As described on page the company's directors are responsible for the preparation of financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within that , fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1)



ATHINS & CO.

Authorised Public Accountant

**171 Ballards Lane
Finchley
London
N3 1LP**

13 October 2000

QUEENNEWS LIMITED

Profit and Loss Account for the year ended 31 March 2000

		Continuing operations	
		Continuing operations	
		2000	1999
	Notes	£	£
Turnover	2	15,289	6,933
Administrative expenses		(11,343)	(6,956)
Operating profit/(loss)		3,946	(23)
Interest receivable and similar income	3	36	26
Retained profit for the year		3,982	3
Accumulated (loss) brought forward		(16,828)	(16,831)
Accumulated (loss) carried forward		(12,846)	(16,828)

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 7 form an integral part of these financial statements.

QUEENNEWS LIMITED

Balance Sheet as at 31 March 2000

		2000		1999	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	5		196,811		196,811
Current Assets					
Cash at bank		5,274		6,161	
		<u>5,274</u>		<u>6,161</u>	
Creditors: amounts falling due within one year	6	(210,131)		(215,000)	
Net Current Liabilities			(204,857)		(208,839)
Total Assets Less Current Liabilities			(8,046)		(12,028)
Capital and Reserves					
Called up share capital	7		4,800		4,800
Profit and loss account			(12,846)		(16,828)
Equity Shareholders' Funds	8		<u>(8,046)</u>		<u>(12,028)</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 7 form an integral part of these financial statements.

QUEENNEWS LIMITED

Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 March 2000**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(2) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 March 2000 and

(c) that we acknowledge our responsibilities for:

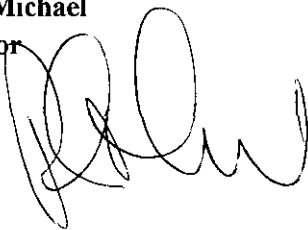
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements approved by the Board on 13 October 2000 and signed on its behalf by

Mr P Michael
Director

A handwritten signature in black ink, appearing to be 'P Michael', written over the printed name and title.

The notes on pages 6 to 7 form an integral part of these financial statements.

QUEENNEWS LIMITED

Notes to the Financial Statements for the year ended 31 March 2000

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total Rents received during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	-	25% Straight Line
Motor vehicles	-	25% Straight Line
Freehold Ground Rent	-	

1.4. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Turnover

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

3. Interest receivable and similar income

	2000 £	1999 £
Bank interest	36	26

4. Directors' emoluments

There were no employees during the year apart from the directors.

	2000 £	1999 £
Remuneration	5,000	3,500

QUEENNEWS LIMITED

Notes to the Financial Statements for the year ended 31 March 2000

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5. Tangible fixed assets

	Land and buildings freehold	Fixtures, fittings equipment	Motor vehicles	Freehold Ground Rent	Total
	£	£	£	£	£
Cost					
At 1 April 1999					
At 31 March 2000	191,150	1,000	3,000	1,661	196,811
Net book values					
At 31 March 2000	191,150	1,000	3,000	1,661	196,811
At 31 March 1999	191,150	1,000	3,000	1,661	196,811

6. Creditors: amounts falling due within one year

	2000 £	1999 £
Directors' accounts	33,338	33,338
Other creditors	176,468	181,337
Accruals and sundry creditors	325	325
	210,131	215,000

7. Share capital

	2000 £	1999 £
Authorised equity		
10,000 Ordinary shares of £1 each	10,000	10,000
Allotted, called up and fully paid equity		
4,800 Ordinary shares of £1 each	4,800	4,800

8. Reconciliation of movements in shareholders' funds

	2000 £	1999 £
Profit for the year	3,982	3
Opening shareholders' funds	(12,028)	(12,031)
	(8,046)	(12,028)