

NEWCHASE LIMITED
FINANCIAL STATEMENTS
YEAR ENDED
31 MARCH 2002

Registered Number: 1985607



Newchase Limited

**Annual report
for the year ended 31 March 2002**

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Newchase Limited

Directors' report for the year ended 31 March 2002

The directors present their report together with the financial statements for the year ended 31 March 2002.

Principal activities and review of the business

The profit and loss account for the year is set out on page 4.

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

Both the level of business and the year end financial position were satisfactory, and the directors expect that the present level of activity will be sustained for the foreseeable future.

Directors

The directors of the company at 31 March 2002, both of whom have been directors for the whole of the year ended on that date, are listed below:

W W Rhodes
B Money

Directors' interest

The interests of the directors of the company in the shares of the company at 31 March 2002 together with their interests at 31 March 2001 were:

	2002 Number	2001 Number
Ordinary shares of £1 each		
W W Rhodes	82,068	82,068

Directors' responsibilities

The directors are required by UK company law to prepare financial statements for each financial year 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 the profit or loss of the company for that year.

The directors confirm that suitable accounting policies have been used and applied consistently and reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the year ended 31 March 2002. The directors also confirm that applicable accounting standards have been followed and that the financial statements have been prepared on the going concern basis.

The directors are responsible for keeping proper accounting records, for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Newchase Limited

Elective resolutions

Elective resolutions were passed by the members on 13 December 1991 whereby the company has dispensed with the laying accounts and reports before the company in general meeting; has dispensed with the holding of annual general meetings and has dispensed with the obligation to appoint auditors annually.

By order of the Board

A handwritten signature in black ink, appearing to read 'W W Rhodes', written over a horizontal line.

W W Rhodes
Company secretary

Independent auditors' report to the members of Newchase Limited

We have audited the financial statements of Newchase Limited for the year ended 31 March 2002 on pages 4 to 9. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective Responsibilities of Directors and Auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is 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 Directors' 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 directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

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 judgments made by the directors in the preparation of the financial statements, and 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 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



SMITH COOPER
Register Auditors and Chartered Accountants
DERBY

31 May 2002

Newchase Limited

Profit and loss account for the year ended 31 March 2002

	Note	2002 £	2001 £
Turnover	1	-	-
Cost of sales		-	-
Gross profit			-
Net operating expenses	2	(12,003)	(12,266)
Operating (loss)		(12,003)	(12,266)
Other operating income		126,945	125,030
Interest payable and similar charges	5	(13,792)	(22,548)
Profit on ordinary activities before taxation	6	101,150	90,216
Taxation on profit on ordinary activities	7	(21,043)	(17,527)
Retained profit for the financial year	13	80,107	72,689

The company has no recognised gains or losses other than the profit above and therefore no separate statement of total recognised gains or losses has been presented.

There is no difference between profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalents.

All amounts relate to continuing operations.

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Balance sheet as at 31 March 2002

	Note	2002 £	2001 £
Current assets			
Stocks	8	807,481	807,481
Debtors	9	6,120	6,120
Cash at bank		22,751	3,836
		836,352	817,437
Creditors: amounts falling due within one year	10	(99,364)	(88,054)
Net current assets		736,988	729,383
Creditors: amounts falling due after one year	11	(126,499)	(199,001)
Net assets		610,489	530,382
Capital and reserves			
Called up share capital	12	126,668	126,668
Profit and loss account	13	483,821	403,714
Equity shareholders' funds	14	610,489	530,382

The financial statements on pages 4 to 9 were approved by the board of directors on 31 May 2002 and were signed on its behalf by.


W.W Rhodes
Director

Newchase Limited

Notes to the financial statements for the year ended 31 March 2002

1 Accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements have been prepared under the historical cost.

Cash flow statement

The company is exempt from the requirement to prepare a cash flow statement as required by FRS 1 as it qualifies as a small company.

Turnover

Turnover in the invoiced value of properties sold excluding VAT and consists entirely of sales made in the United Kingdom.

Deferred taxation

Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise, using currently enacted tax rates. No discounting is applied to the deferred tax timing differences.

Work in progress

Work in progress is stated at the lower of cost and net realisable value. Cost comprises direct expenditure.

2 Net operating expenses

	2002	2001
	£	£
Administrative expenses	12,003	12,266

3 Directors' emoluments

The directors received no remuneration in respect of their services to the company (2001: £Nil).

4 Employee information

The company had no employees during the year (2001: None).

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5 Interest payable and similar charges

	2002	2001
	£	£
Interest payable on bank loans	13,792	22,548

6 Profit on ordinary activities before taxation

	2002	2001
	£	£
Profit on ordinary activities before taxation is stated after charging:		
Auditor's remuneration	1,000	1,000

7 Tax on profit on ordinary activities

	2002	2001
	£	£
Current tax:		
United Kingdom corporation tax on profit for the period at 20% (2001: 20%)	21,000	18,000
Adjustment in respect of previous periods	43	(473)
Tax on profit on ordinary activities	21,043	17,527

8 Stock

	2002	2001
	£	£
Work in progress	807,481	807,481

9 Debtors

	2002	2001
	£	£
Amounts falling due within one year:		
Deferred taxation (note 15)	6,120	6,120

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10 Creditors: amounts falling due within one year

	2002	2001
	£	£
Bank loan (note 11):	40,364	34,054
Accruals and deferred income	38,000	36,000
Corporation tax payable	21,000	18,000
	99,364	88,054

11 Creditors: amounts falling due after more than one year

	2002	2001
	£	£
Bank loan	126,499	199,001
Bank loan repayable as follows:		
In one year or less	40,364	34,054
Between one and two years	42,864	36,438
Between two and five years	83,635	125,345
Five years or more	-	37,218
	166,863	233,055

The bank loan is secured by a legal charge over property held in work in progress.

The loan is repayable over 135 months by equal monthly instalments of £4,197 and carries interest at a rate of 2% above base rate, subject to a minimum rate of 6% per annum.

12 Share capital

	2002	2001
	£	£
Authorised		
250,000 Ordinary shares of £1 each	250,000	250,000
Allotted, called up and fully paid		
126,668 Ordinary shares of £1 each	126,668	126,668

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13 Profit and loss account

	£
At 1 April 2001	403,714
Profit for the year	80,107
At 31 March 2002	483,821

14 Reconciliation of movement in shareholders' funds

	2002	2001
	£	£
Opening shareholders' funds	530,382	457,693
Profit for the financial year	80,107	72,689
Closing shareholders' funds	610,489	530,382

15 Deferred taxation

	2002	2001
	£	£
Deferred taxation provided in the accounts comprises:		
Short-term timing differences	6,120	6,120

There is no unprovided deferred taxation.

16 Related party transactions

Work in progress consists of development properties purchased from a company in which B Money, a director of Newchase Limited, has a material interest.

The accounts include consultancy fees of £10,000 (2001: £10,000) paid to Chase (Design and Build) Limited, a company in which B Money has a material interest as a shareholder. There was no balance outstanding at 31 March 2002 (2001: £Nil).

17 Ultimate controlling party

W W Rhodes is the ultimate controlling party by virtue of his controlling interest in the company's equity capital.