

Registered in England
Company No. 01989821

Report And Financial Statements

QLODGE LIMITED

**Abbreviated Accounts
for the year ended 30 June 2001**



K J Pittalis & Co.

KJP

ACCOUNTANTS

90-92 HIGH ROAD, EAST FINCHLEY, LONDON N2 9EB

QLODGE LIMITED

Auditors' Report to Qlodge Limited under Section 247b of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the full statutory accounts of the company for the year ended 30 June 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors:

The directors are responsible for preparing abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with the events after the date of our report on the full statutory accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246 (5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



**K J Pittalis & Co
Registered Auditors
90-92 High Road
London N2 9EB**

9 November 2001

QLODGE LIMITED
Abbreviated Balance Sheet
As at 30 June 2001

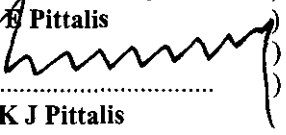
	Notes	2001 £	2000 £
FIXED ASSETS	2		
Tangible assets			
Freehold premises		1,418,902	1,418,902
Fixtures, fittings and equipment		85,908	90,961
		1,504,810	1,509,863
CURRENT ASSETS			
Debtors & prepayments		12,420	10,222
Cash at bank		—	5,328
		12,420	15,550
CREDITORS - amounts falling due within one year			
Creditors & accruals		29,434	5,623
Bank overdraft		1,031	—
		30,465	5,623
Net current (liabilities)/assets		(18,045)	9,927
Total net assets less current liabilities		1,486,765	1,519,790
CREDITORS amounts falling due after one year			
Amounts owed to holding company		(769,370)	(854,780)
NET ASSETS		717,395	665,010
CAPITAL AND RESERVES			
Called up share capital	3	850,000	850,000
Profit & loss account		(132,605)	(184,990)
Shareholders' Funds		717,395	665,010

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The accounts were approved by the board of directors on 9 November 2001 and signed on its behalf by:



 Mrs E Pittalis



 Mr K J Pittalis

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 Directors

QLODGE LIMITED

Notes forming part of the accounts for the year ended 30 June 2001

1. ACCOUNTING POLICIES

(i) Accounting convention

The Financial Statements were prepared under the historical cost convention as modified by the revaluation of freehold premises and in accordance with the financial reporting standard for smaller entities (effective March 2000).

(ii) Turnover

It represents rents net of Value Added Tax derived from the freehold premises owned by the Company.

(iii) Depreciation

In accordance with SSAP 19 no depreciation is provided for the freehold premises. This represents a departure from the Companies Act 1985 requirements concerning the depreciation of fixed assets. The directors consider that the adoption of this policy is necessary to give a true and fair view. Depreciation is provided for the Fixtures, Fittings and Equipment at 5% pa on a straight line method and aims to write off the cost over their expected useful lives.

2. FIXED ASSETS

Tangible assets	Freehold premises £	Fixtures/Fittings and Equipment £	Total £
Cost/revaluation			
At 1 July 2000	1,418,902	101,067	1,519,969
At 30 June 2001	1,418,902	101,067	1,519,969
Depreciation			
At 1 July 2000	--	10,106	10,106
Charge for year	--	5,053	5,053
At 30 June 2001	--	15,159	15,159
Net Book Values			
At 30 June 2001	1,418,902	85,908	1,504,810
At 30 June 2000	1,418,902	90,961	1,509,863

The freehold premises are charged to the Company's bankers for loan advances to the Holding Company.

QLODGE LIMITED

**Notes forming part of the accounts
for the year ended 30 June 2001**

3.	SHARE CAPITAL	2001	2000
		£	£
	Ordinary shares of £1 each		
	Authorised	<u>1,000,000</u>	<u>1,000,000</u>
	Allotted, called up and fully paid	<u>850,000</u>	<u>850,000</u>