

PALLMORE LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2004
Registered no. 2737621



PALLMORE LIMITED

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FOR THE YEAR ENDED 31ST AUGUST 2004**

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Page 7 does not form part of the statutory accounts

PALLMORE LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31ST AUGUST 2004

The directors present herewith their annual report, together with the financial statements of the company for the year ended 31st August 2004.

PRINCIPAL ACTIVITY

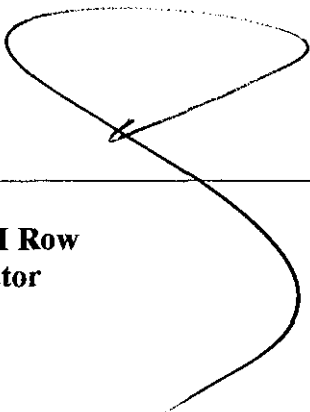
The company was incorporated to hold the freehold interest of Pelham Court, Seaford, East Sussex. Its principal activity is to collect the ground rent from tenants.

DIRECTORS AND THEIR INTERESTS

The directors of the company during the year and their beneficial interests in the share capital of the company at the beginning and end of the year were as follows:

	Number of shares	
	31st August 2004	1st September 2003
Mr M Row	1	1

This report, which has been prepared taking advantage of the special exemptions applicable to small companies as conferred by Part I of Schedule 8 to the Companies Act 1985, was approved by the Board on 27th October, 2004, and signed on their behalf by:-

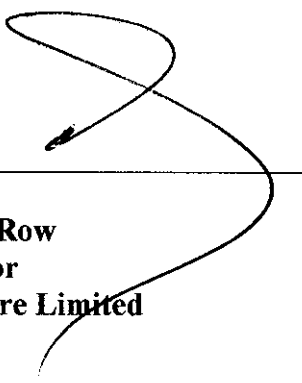


Mr M Row
Director

ACCOUNTANCY REPORT

PALLMORE LIMITED

We have prepared, without carrying out an audit, the financial statements set out on pages 3 to 7 from the accounting records of Pallmore Limited.



Mr M Row
Director
Pallmore Limited

PALLMORE LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST AUGUST 2004**

	Notes	£	2004 £	£	2003 £
TURNOVER			156		156
ADMINISTRATION COSTS			<u>400</u>		<u>390</u>
OPERATING (LOSS)			(244)		(234)
Interest payable and similar charges					
(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION			(244)		(234)
Tax on ordinary activities					
RETAINED (LOSS) FOR THE YEAR	7		(244)		(234)

The company had no gains or losses during the year other than the loss for the year.

There were no acquisitions or discontinued operations during the current or preceding year.

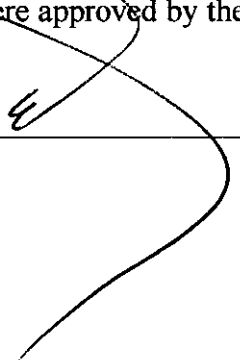
PALLMORE LIMITED**BALANCE SHEET
AT 31ST AUGUST 2004**

	Notes	£	2004 £	£	2003 £
FIXED ASSETS					
Tangible assets	2		1,600		1,600
CURRENT ASSETS					
Ground rent owed		36		36	
Cash held by Managing Agent		<u>156</u>		<u>156</u>	
		192		192	
CREDITORS - amounts falling due within one year	3	400		390	
NET CURRENT (LIABILITIES)			(208)		(198)
TOTAL ASSETS LESS CURRENT LIABILITIES			1,392		1,402
CREDITORS - amounts falling due after more than one year	4		<u>2,079</u>		<u>2,079</u>
NET (LIABILITIES)			<u>£ (687)</u>		<u>£ (677)</u>
Represented by:					
CAPITAL AND RESERVES					
Called up share capital	5		2		2
Profit and loss account	6		(689)		(679)
Shareholders funds	7		<u>£ (689)</u>		<u>£ (679)</u>

In the directors' opinion the company was entitled under section 249A (1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 31st August 2004. No member of the company has deposited a notice under section 249B (2) requiring an audit of these accounts. The directors are responsible for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each year in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with its requirements, so far as applicable to the company.

In preparing these accounts, the directors have taken advantage of the special exemptions available to small companies as conferred by Part I of Schedule 8 to the Companies Act 1985. In their opinion, the company is entitled to these exemptions as a small company.

These accounts were approved by the Board of Directors on 27th October 2004 and signed on their behalf by:-



Mr M Row
Director

PALLMORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS AT 31ST AUGUST 2004

1. ACCOUNTING POLICIES

1.1 Accounting conventions

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards. They include the results of the activities described in the directors' report, all of which are continuing.

1.2 Turnover

This represents ground rents collected.

1.3 Deferred taxation

Deferred taxation, in respect of accelerated capital allowances and other timing differences, is provided only to the extent that it is probable that a liability or assets will crystallise.

2. TANGIBLE FIXED ASSETS

	Land and buildings £
Cost:	
At 1st September 2003 & At 31st August 2004	<u>1,600</u>
Depreciation:	
At 1st September 2003 & At 31st August 2004	—
Net book value at 31st August 2004	<u>£ 1,600</u>

3. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004	2003
	£	£
Other creditors	400	390

PALLMORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued AT 31ST AUGUST 2004

	2004 £	2003 £
4. CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR		
Other creditors	<u>2,079</u> £ 2,079	<u>2,079</u> £ 2,079
5. SHARE CAPITAL		
	Allotted, Issued Authorised and fully paid	
	2004 No	2003 £
Ordinary shares of £1 each	<u>25</u> <u>£</u>	<u>2</u> <u>£</u>
6. RESERVES		
		Profit and loss account £
At 1st September 2003		(1,939)
Transfer from profit and loss account of the year		<u>(244)</u>
At 31st August 2004		<u>(2,183)</u>
7. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS		
	2004 £	2003 £
Loss for the financial year	(244)	(234)
Opening shareholders funds	<u>(1,937)</u>	<u>(1,703)</u>
Closing shareholders funds	<u>(2,181)</u>	<u>(1,937)</u>
Shareholders funds are attributable to equity interests.		

PALLMORE LIMITED

**DETAILED TRADING PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST AUGUST 2004**

	2004	2003
	£	£
SALES		
Ground rent	<u>192</u>	<u>192</u>
	192	192
ADMINISTRATIVE EXPENSES		
General expenses:		
Accountancy	382	372
Company filing fee	<u>18</u>	<u>18</u>
	400	390
TOTAL OVERHEAD EXPENSES	<u>400</u>	<u>390</u>
OPERATING (LOSS)	<u>£ (208)</u>	<u>£ (198)</u>