

CHOICE PROPERTY SERVICES LTD

REPORT AND FINANCIAL STATEMENTS

30 JUNE 1996



AKSHAYA & CO.

416 WEST GREEN ROAD
TOTTENHAM
LONDON N15 3PU

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COMPANY INFORMATION

Company Number 2936708

Director Mr Samir Dekmak

Secretary Mrs Hoda Dekmak

Registered office 448 West Green Road
Tottenham
London

Accountants Akshaya & Co.
416 West Green Road
London
N15 3PU

Bankers Barclays Bank Plc
Woodgreen Business Centre
Woodgreen
London

DIRECTORS' REPORT

The directors present their report and the financial statements for the year ended 30 June 1996.

ACTIVITIES

The company's principal activity during the year under review was that of letting and management agents.

RESULTS AND DIVIDENDS

The loss for the year, after taxation was (£10,722).
The directors do not recommend the payment of dividend and the balance remaining on the profit and loss account is transferred to reserve.

REVIEW OF BUSINESS DEVELOPMENTS

The principal activities of the company throughout the year was that of letting and management agents.

The company had poor trading result during the year, however further improvement is expected in the coming year.

DIRECTORS AND THEIR INTERESTS

The present membership of the Board is set out on page 1. All directors served during the year and their beneficial interests in the company's issued capital were ;

		<u>1996</u>	<u>1995</u>
Mr Samir Dekmak	Ordinary shares	Nil	Nil

DIRECTORS STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and profit or loss for the year then ended;

In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable;
- prepare the financial statements on the going concern basis unless it is not appropriate to presume that the company will continue in business.

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

DIRECTORS' REPORT - (Continued)

CLOSE COMPANY STATUS

The company is a close company within the provision of Income and Corporation tax Act 1988.

EXEMPTION STATEMENT

In preparing this report the directors have taken advantage of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

By order of the Board



Mrs Hoda Dekmak
Secretary

Date: 25/4/96.....

TRADING AND PROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 30 JUNE 1996

				<u>1995</u>
	<u>Note</u>	<u>£</u>	<u>£</u>	<u>£</u>
TURNOVER	2	25,432		1,035
Administration expenses		36,379		8,820
OPERATING LOSS	3	(10,947)		(7,785)
Interest receivable and similar income		224		-
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(10,723)		(7,785)
Taxation	4	-		-
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION		(10,723)		(7,785)
RETAINED DEFICIT CARRIED FORWARD		(£10,723)		(£7,785)

- a) Turnover and operating profit/(loss) stated is generated from continuing activities.
- b) There are no recognised gains and losses in the year other than those passing through the profit and loss account.
- c) The accompanying notes form part of these accounts.

BALANCE SHEETAS AT 30 JUNE 1996

				<u>1995</u>
	<u>Note</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>FIXED ASSETS</u>				
Tangible assets	5		6,553	6,652
<u>CURRENT ASSETS</u>				
Debtors	6	12,340		1,743
Cash at bank and in hand		2,878		3,310
		15,218		5,053
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	7	15,279		3,061
NET CURRENT (LIABILITIES)/ASSETS			(61)	1,992
TOTAL ASSETS LESS CURRENT LIABILITIES			£6,492	£8,644
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	8		24,000	15,429
			(£17,508)	(£6,785)
<u>CAPITAL AND RESERVES</u>				
Called up share capital	9	1,000		1,000
Profit and loss account		(18,508)		(7,785)
Shareholders' funds-All Equity	10		(£17,508)	(£6,785)

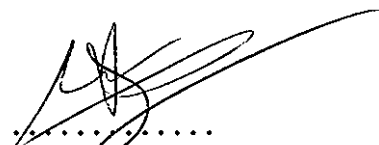
BALANCE SHEET - (Continued)

AS AT 30 JUNE 1996

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities 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 30 JUNE 1996 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the act relating to the accounts so far as applicable to the company.

The directors have taken advantage, in the preparation of these accounts, of special exemptions applicable to small companies under Schedule 8 Part 1 of the Companies Act 1985 on the grounds that, in the opinion of the directors, the company qualifies as a small company and is entitled to make use of the special exemptions.

The accounts were approved by the board on25/11/96.....and signed on its behalf.


.....
Mr S. Dekmak
Director

NOTES TO THE FINANCIAL STATEMENTS - 30 JUNE 1996

1. ACCOUNTING POLICIES

(a) Basis of preparation of accounts

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

(b) Depreciation of tangible fixed assets

The cost or valuation of other tangible fixed assets is written off by equal annual instalments over their expected useful life as follows:

<i>Office Furniture & Equipments</i>	<i>20% Reducing balance basis</i>
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(c) Cashflow statement

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cashflow statement on the grounds that it is a small company.

(d) Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

Leasehold premises represents legal costs incurred in connection of the rental agreement.

(e) Turnover

Turnover comprises the invoiced value of services supplied by the company.

NOTES TO THE FINANCIAL STATEMENTS - 30 JUNE 1996

2 TURNOVER

Turnover comprises the invoice value of goods and services provided in the UK net of Value Added Tax and trade discounts.

3 OPERATING LOSS

Operating loss is shown after charging:

	1996 £	1995 £
Staff costs	10,190	1,034
Depreciation on tangible fixed assets	1,424	1,448
Directors' remuneration	3,706	-
Operating lease rentals:Buildings	6,867	1,095

4 TAXATION

Corporation tax has not been provided due to trading losses during the year.

NOTES TO THE FINANCIAL STATEMENTS - 30 JUNE 1996
5 TANGIBLE FIXED ASSETS

	<u>Leasehold Premises</u>	<u>Fixtures and fittings</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<u>COST OR VALUATION</u>			
Brought forward	861	7,239	8,100
Additions	-	1,324	1,324
Carried forward	861	8,563	9,424
<u>DEPRECIATION</u>			
Brought forward	-	1,448	1,448
Provision for the year	-	1,423	1,423
Carried forward	-	2,871	2,871
<u>NET BOOK VALUE</u>			
This year	861	5,692	6,553
Last year	861	5,791	6,652

Leasehold Premises at net book value comprise:

		1995
	<u>£</u>	<u>£</u>
Short leaseholds	861	861

NOTES TO THE FINANCIAL STATEMENTS (Continued) - 30 JUNE 1996

6 DEBTORS

	1996	1995
	£	£
Trade debtors	11,594	-
Prepayments	746	1,743
	12,340	1,743

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1996	1995
	£	£
Trade creditors	12,903	2,242
Accruals	2,376	819
	15,279	3,061

8 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1996	1995
	£	£
Loans	24,000	15,429
	24,000	15,429

9 SHARE CAPITAL

Authorised: 1000 ordinary shares of 100p each

	1996	1995
	£	£
Issued:		
Ordinary Shares (issued&fully paid)	1,000	1,000

NOTES TO THE FINANCIAL STATEMENTS (Continued) - 30 JUNE 1996

10 SHAREHOLDERS' FUNDS

	1996 £	1995 £
Opening shareholders' funds	(6,785)	-
Shares issued	-	1,000
Loss for the year	(10,723)	(7,785)
Closing shareholders' funds	(17,508)	(6,785)