

Company Registration No. 3216813 (England and Wales)

CRESSIDA (ARISTOTLE) LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000



CRESSIDA (ARISTOTLE) LIMITED

COMPANY INFORMATION

Director	J D Harris OBE, FRICS
Secretary	A Topper
Company number	3216813
Registered office	10 Charterhouse Square London EC1M 6LQ
Auditors	F W Stephens & Co 10 Charterhouse Square London EC1M 6LQ
Business address	Birkett House 27 Albemarle Street London W1X 4LQ

CRESSIDA (ARISTOTLE) LIMITED

CONTENTS

	Page
Director's report	1
Auditors' report	2
Profit and loss account	3
Statement of total recognised gains and losses	4
Balance sheet	5
Notes to the financial statements	6 - 9

CRESSIDA (ARISTOTLE) LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 30 JUNE 2000

The director presents his report and financial statements for the year ended 30 June 2000.

Principal activities

The company's principal activity is investment in properties.

Director's interests

The director, JD Harris, served throughout the year and has no beneficial interests in the share capital of the company. His interest in the holding company, Cressida Investments Limited, can be seen in that company's accounts.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that F W Stephens & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

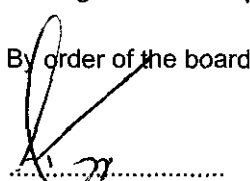
Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

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

By order of the board


.....
A Topper

Secretary

30th March 2001

CRESSIDA (ARISTOTLE) LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF CRESSIDA (ARISTOTLE) LIMITED

We have audited the financial statements on pages 3 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out on page 6.

Respective responsibilities of the director and auditors

As described on page 1 the company's director is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with 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 judgements made by the director in the preparation of the financial statements, and of 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.

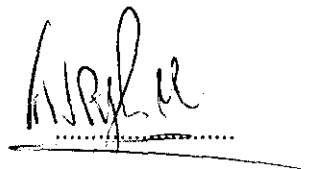
Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

F W Stephens & Co

Chartered Accountants
Registered Auditor

9th April 2001



10 Charterhouse Square
London
EC1M 6LQ

CRESSIDA (ARISTOTLE) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2000

	Notes	2000 £	1999 £
Turnover		47,650	39,300
Cost of sales		(1,175)	(1,175)
Gross profit		46,475	38,125
Administrative expenses		(6,582)	(2,008)
Operating profit	2	39,893	36,117
Other interest receivable and similar income		77	-
Interest payable and similar charges	3	(35,689)	(35,506)
Profit on ordinary activities before taxation		4,281	611
Tax on profit on ordinary activities	4	(1,300)	(191)
Profit on ordinary activities after taxation	10	2,981	420

CRESSIDA (ARISTOTLE) LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 30 JUNE 2000

	2000 £	1999 £
Profit for the financial year	2,981	420
Unrealised surplus on revaluation of properties	240,653	-
Total recognised gains and losses relating to the year	<u>243,634</u>	<u>420</u>

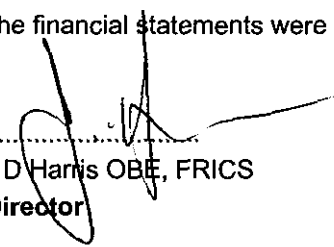
CRESSIDA (ARISTOTLE) LIMITED

BALANCE SHEET AS AT 30 JUNE 2000

	Notes	2000 £	£	1999 £	£
Fixed assets					
Tangible assets	5		675,000		434,347
Current assets					
Debtors	6	22,523		5,875	
Cash at bank and in hand		4,471		147	
		<u>26,994</u>		<u>6,022</u>	
Creditors: amounts falling due within one year	7	<u>(187,059)</u>		<u>(169,734)</u>	
Net current liabilities			<u>(160,065)</u>		<u>(163,712)</u>
Total assets less current liabilities			514,935		270,635
Creditors: amounts falling due after more than one year	8		<u>(269,438)</u>		<u>(268,772)</u>
			<u>245,497</u>		<u>1,863</u>
Capital and reserves					
Called up share capital	9		5,000		5,000
Revaluation reserve	10		240,653		-
Profit and loss account	10		(156)		(3,137)
Shareholders' funds			<u>245,497</u>		<u>1,863</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the Board on 30th March 2001


J D Harris OBE, FRICS
Director

CRESSIDA (ARISTOTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2000

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 Turnover

This comprises rent receivable from the tenant, credit for which is taken on an accruals basis.

1.3 Tangible fixed assets and depreciation

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the director compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

1.4 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Operating profit

	2000 £	1999 £
Operating profit is stated after charging:		
Auditors' remuneration	1,234	1,234

3 Interest payable

	2000 £	1999 £
On amounts payable to group companies	10,027	9,371

4 Taxation

	2000 £	1999 £
U.K. current year taxation		
U.K. corporation tax at 30% (1999 - 31%)	1,300	-
Payment in respect of group relief	-	200
	1,300	200
Prior years		
U.K. corporation tax	-	(9)
	1,300	191

CRESSIDA (ARISTOTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2000

5 Tangible fixed assets

	Investment properties £
Cost or valuation	
At 1 July 1999	434,347
Revaluation	240,653
	<u>675,000</u>
At 30 June 2000	<u>675,000</u>

The company's investment property is included at the director's estimate of open market value.

The potential taxation liability on the sale of the property at the value included in the balance sheet amounts to £65,721 for the company. No provision has been made for this liability.

6 Debtors	2000 £	1999 £
Trade debtors	8,374	5,875
Amounts owed by group undertakings and undertakings in which the company has a participating interest	14,149	-
	<u>22,523</u>	<u>5,875</u>

7 Creditors: amounts falling due within one year	2000 £	1999 £
Bank loans and overdrafts	8,933	8,933
Amounts owed to group undertakings and undertakings in which the company has a participating interest	161,275	149,448
Taxation and social security	1,300	-
Other creditors	15,551	11,353
	<u>187,059</u>	<u>169,734</u>

CRESSIDA (ARISTOTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2000

8	Creditors: amounts falling due after more than one year	2000 £	1999 £
	Bank loans	269,438	268,772
	Analysis of loans		
	Wholly repayable within five years	278,371	277,705
	Included in current liabilities	(8,933)	(8,933)
		269,438	268,772

The loan is secured by a fixed charge over the freehold property and a floating charge over the assets and obligations of the company.

9	Share capital	2000 £	1999 £
	Authorised		
	5,000 Ordinary of £ 1 each	5,000	5,000
	Allotted, called up and fully paid		
	5,000 Ordinary of £ 1 each	5,000	5,000

10 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 July 1999	-	(3,137)
Retained profit for the year	-	2,981
Revaluation during the year	240,653	-
Balance at 30 June 2000	240,653	(156)

11 Control

The company regards Cressida Investments Limited, incorporated in England and Wales, as its ultimate holding company. This company is under the ultimate control of J.D. Harris, a director of Cressida Investments Limited, whose interest in the share capital of that company is disclosed in its financial statements.

CRESSIDA (ARISTOTLE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2000

12 Related party transactions

During the year, Cressida (Aristotle) Limited had the following transactions with related parties:-

1. The company was charged loan interest of £10,027 (1999: £9,371) by Cressida Investments Limited, who own 90% of the share capital of the company. At the balance sheet date, Cressida (Aristotle) Limited owed Cressida Investments Limited £153,275 (1999: £143,248).

2. At 30th June 2000, the company owed £8,000 (1999: £6,000) to Meltongood Limited, a company under the same common control.

3. At 30th June 2000, the company was owed the following amounts by companies under the same common control:

Cressida (Church Street York) Limited	£1,099 (1999: £NIL)
Cressida (Goodramgate York) Limited	£6,700 (1999: £NIL)
Cressida Securities Limited	£6,350 (1999: £NIL)