

Baber Investments Limited

Unaudited Abbreviated Financial Statements

Year ended

31 March 2002



BABER INVESTMENTS LIMITED

Unaudited abbreviated financial statements for the year ended 31 March 2002

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Director

GD Baber

Secretary and registered office

Mrs RAC Baber, 87 Guildhall Street, Bury St Edmunds, Suffolk, IP33 1PU

Company number

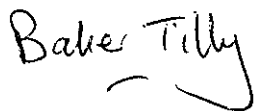
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BABER INVESTMENTS LIMITED

Accountants' report on the unaudited abbreviated financial statements

To the director of Baber Investments Limited

As described on the balance sheet you are responsible for the preparation of the abbreviated financial statements for the year ended 31 March 2002, set out on pages 2 to 5, and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



BAKER TILLY
Chartered Accountants
Bury St Edmunds

15 January 2003

BABER INVESTMENTS LIMITED

Balance sheet at 31 March 2002

	Note	2002	2001
		£	£
Fixed assets			
Tangible assets	2	365,189	333,922
Investments	3	56,667	-
		<u>421,856</u>	<u>333,922</u>
Current assets			
Stocks		350,217	77,298
Debtors – other debtors		-	332
Investments		44,000	44,000
Cash at bank and in hand		25,016	939
		<u>419,233</u>	<u>122,569</u>
Creditors: amounts falling due within one year		<u>(641,577)</u>	<u>(369,002)</u>
Net current liabilities		<u>(222,344)</u>	<u>(246,433)</u>
Net assets		<u>199,512</u>	<u>87,489</u>
Capital and reserves			
Called up share capital	5	100	40
Share premium account		14,960	-
Revaluation reserve		116,740	74,153
Profit and loss account		67,712	13,296
Shareholders' funds		<u>199,512</u>	<u>87,489</u>

All shareholders' funds relate to equity interests.

Director's statement

The director has taken advantage of the exemption conferred by Section 249A(1) not to have these abbreviated financial statements audited and confirms that no notice has been deposited under Section 249B(2) of the Companies Act 1985. The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2002 and of its profit for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements were approved by the Board on 15 January 2003.



GD Baber
Director

The notes on pages 3 to 5 form part of these unaudited abbreviated financial statements.

BABER INVESTMENTS LIMITED

Notes forming part of the unaudited abbreviated financial statements for the year ended 31 March 2002

1 Accounting policies

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment properties, and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Turnover

Turnover represents sales of development properties.

Investment properties

Investment properties are revalued annually and any surplus is transferred to the investment property revaluation reserve. Temporary deficits are deducted from the investment property revaluation reserve and permanent deficits are charged to the profit and loss account. As noted below, no depreciation is provided in respect of investment properties.

Depreciation

In accordance with Statement of Standard Accounting Practice No 19, no depreciation is provided in respect of the company's freehold investment properties. This is a departure from the requirements of the Companies Act 1985 that all properties should be depreciated. In the opinion of the director, this departure is necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards, as properties are included in the financial statements at their open market value for existing use.

Depreciation is only one amongst several factors reflected in the annual valuation of properties and accordingly the amount of depreciation which might otherwise have been charged cannot be separately identified or quantified.

Stocks

Stocks are valued at the lower of cost and net realisable value. The cost of properties developed for resale consists of the purchase price, including expenses incidental to the acquisition, together with subsequent improvements.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Investments

Fixed asset investments are stated at cost less any provision for impairment.

Current asset investments are stated at the lower of cost and market value.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences which have originated but not reversed by the balance sheet date, except that recognition of any deferred tax assets is limited to situations where the directors anticipate the reversal of the underlying timing differences in the foreseeable future.

Joint arrangement for property development project

The proportion of contract costs, revenues, assets and liabilities that are directly attributable to the company are included in the financial statements.

BABER INVESTMENTS LIMITED

Notes forming part of the unaudited abbreviated financial statements for the year ended 31 March 2002
(Continued)

2 Tangible assets

	Investment properties £
<i>Valuation</i>	
At 31 August 2001	333,922
Additions	21,804
Disposals	(70,553)
Surplus on revaluation	80,016
At 31 March 2002	365,189

3 Investments

	2002 £	2001 £
<i>Fixed asset investments</i>		
Cost and net book value		
At 1 April 2001	-	-
Additions	56,667	-
At 31 March 2002	56,667	-

The company owns 19% of the share capital of Agrosup Developments Limited, a company registered in Cyprus. Agrosup Developments Limited is a company used solely as a vehicle to purchase shares in a Hungarian farming company. Baber Investments Limited's interest in this Hungarian company is 7.2% and in the director's view, represents a long term capital investment.

4 Secured creditors

Security has been given for the following amount included in creditors:

	2002 £	2001 £
Bank loans	291,057	650

BABER INVESTMENTS LIMITED

Notes forming part of the unaudited abbreviated financial statements for the year ended 31 March 2002
(Continued)

5 Called up share capital

	Authorised		Allotted, called up and fully paid	
	2002	2001	2002	2001
	£	£	£	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>100</u>	<u>40</u>

On 29 September 2001 the company issued 20 ordinary £1 shares, at par, as a capitalisation of reserves, to the existing shareholders on the basis of one new share for every two already held. On 6 October 2001, 40 ordinary shares were issued to GD Baber at £375 per share, resulting in a share premium of £14,960.

6 Related party transactions

	2002	2001
<i>Balances</i>	£	£
Amounts owed to related parties:		
HPB Management Limited	332,876	362,130
GD Baber	120	1,061
	<u>332,996</u>	<u>363,191</u>

All of the above are unsecured, interest free and repayable on demand.

Transactions

The company is involved in a joint property development project with Villa Owners Club Limited. The company accounts for its own proportion of the assets, liabilities, income and expenses relating to this project. The joint venture transactions included in these financial statements for the period can be summarised as follows:

	2002	2001
	£	£
Sales	102,830	127,400
Costs	<u>91,198</u>	<u>114,013</u>
Joint venture profit	<u>11,632</u>	<u>13,387</u>

In addition GD Baber acquired 40 shares in the company for £15,000.

Also, the company acquired two investments from HPB Management (International) Limited for £65,000 and £56,667 respectively, the former then being sold on, at a small profit, and the latter being held as a long term investment.

Nature of relationship

The company is related to HPB Management Limited, HPB Management (International) Limited and Villa Owners Club Limited as GD Baber is a director and shareholder of these companies.