

FERNHAM HOMES LIMITED

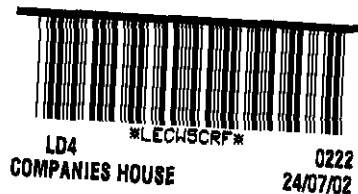
Company No: 3778310

REGISTRAR'S COPY
OF ACCOUNTS

FINANCIAL STATEMENTS

- for the year ended -

31ST MAY 2001



Cavendish
Chartered Certified Accountants
61 Chandos Place
London
WC2N 4HG

Reference 5074

FERNHAM HOMES LIMITED

DIRECTORS

I D Fern
M C Canham

SECRETARY

A D Canham

BUSINESS ADDRESS

20/20 Business Park
Liphook Way
Maidstone Kent
ME16 0LQ

REGISTERED OFFICE

61 Chandos Place
London
WC2N 4HG

PRINCIPAL BANKERS

Barclays Bank plc
66 High Street
Ashford Kent
TN24 8TL

FERNHAM HOMES LIMITED

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FERNHAM HOMES LIMITED

REPORT OF THE DIRECTORS

The directors present their report and financial statements for the year ended 31 May 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the redevelopment of land acquired on behalf of the joint venture participators.

DIRECTORS AND THEIR INTERESTS

The directors at the balance sheet date and their interests in the company at that date and at the beginning of the year (or on appointment if later), were as follows:

	<u>Class of shares</u>	<u>Number of shares</u>	
		<u>2001</u>	<u>2000</u>
I D Fern	Ordinary shares	50	50
M C Canham	Ordinary shares	50	50

CLOSE COMPANY

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

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

Date: 3rd July 2002

By Order of the Board

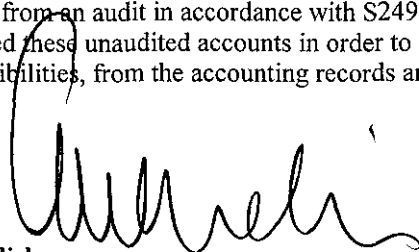
I D Fern
Director

ID Fern

FERNHAM HOMES LIMITED

**ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS TO THE
DIRECTORS OF FERNHAM HOMES LIMITED**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 May 2001, set out on pages 3 to 7 and you consider that the company is exempt from an audit in accordance with S249 of the Companies Act 1985. We have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Cavendish

**Chartered Certified Accountants
61 Chandos Place
London
WC2N 4HG**

5th July 2002

FERNHAM HOMES LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MAY 2001**

	Notes	2001 £	2000 £
TURNOVER		267,000	370,500
Cost of sales		(156,725)	(348,185)
GROSS PROFIT		110,275	22,315
Administrative expenses		(17,769)	(1,352)
OPERATING PROFIT	2	92,506	20,963
Interest receivable		1,168	-
Interest payable		(7,073)	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		86,601	20,963
Tax on profit on ordinary activities	3	(15,000)	(4,250)
PROFIT FOR THE FINANCIAL YEAR	8	71,601	16,713

The notes on pages 5 to 7 form part of these financial statements.

FERNHAM HOMES LIMITED**BALANCE SHEET AT 31ST MAY 2001**

	Notes	2001 £	2000 £
FIXED ASSETS			
Tangible assets	4	42,000	-
CURRENT ASSETS			
Stocks		240,000	118,218
Debtors	5	43,702	5,857
Cash at bank and in hand		90,226	72,472
		<u>373,928</u>	<u>196,547</u>
CREDITORS: Amounts falling due within one year	6	<u>(327,514)</u>	<u>(179,734)</u>
NET CURRENT ASSETS		<u>46,414</u>	<u>16,813</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>88,414</u>	<u>16,813</u>
CAPITAL AND RESERVES			
Called up share capital	7	100	100
Profit and loss account	8	88,314	16,713
SHAREHOLDERS FUNDS		<u>88,414</u>	<u>16,813</u>

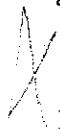
The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

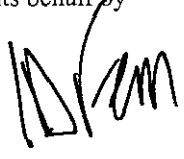
The directors acknowledge their responsibilities for ensuring that:-

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31 May 2001 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 is applicable to the company.

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

The financial statements were approved
by the board on 3rd July 2002
and signed on its behalf by


I D Fern
Director


M C Canham
Director

The notes on pages 5 to 7 form part of these financial statements.

FERNHAM HOMES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 2001

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and are in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 TURNOVER

Turnover represents the gross sales proceeds of property.

1.3 DEPRECIATION

Depreciation is provided using the rates to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

Plant and machinery 25% Reducing balance

1.4 STOCKS

Stocks are valued at the lower of cost and net realisable value.

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

1.5 LEASING AND HIRE PURCHASE

Assets acquired under finance leases or hire purchase contracts are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Finance charges and interest are taken to the profit and loss account in constant proportion to the remaining balance of capital repayments or net obligations outstanding.

2. OPERATING PROFIT

	2001 £	2000 £
The operating profit is stated after charging:		
Depreciation	14,000	-

3. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2001 £	2000 £
The taxation charge comprises:		
U.K. corporation tax	15,000	4,250
	15,000	4,250

FERNHAM HOMES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 2001

4. TANGIBLE ASSETS

	Plant and machinery etc. £
<u>Cost</u>	
Additions	56,000
At 31 May 2001	56,000
<u>Depreciation</u>	
Charge for year	14,000
At 31 May 2001	14,000
<u>Net book value at 31 May 2001</u>	42,000
<u>Net book value at 31 May 2000</u>	-

Included above are assets held under hire purchase contracts as follows:

	2001 £	2000 £
Net book value	42,000	-
Depreciation charge for the year	14,000	-

Net obligations under finance leases and hire purchase contracts are secured on the assets acquired.

5. DEBTORS

	2001 £	2000 £
Trade debtors	34,000	-
Other debtors	9,702	5,857
	43,702	5,857

FERNHAM HOMES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 2001

**6. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR**

	2001	2000
	£	£
Bank loan	123,387	-
Trade creditors	137,852	160,034
Other taxes and social security costs	179	-
Other creditors	66,096	19,700
	<u>327,514</u>	<u>179,734</u>

The bank loan is secured on the company's stock of property.

Included in other creditors is corporation tax of £19,250 (2000:£4,250).

7. SHARE CAPITAL

	2001	2000
	£	£
<u>Authorised</u>		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
<u>Allotted, called up and fully paid</u>		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

8. PROFIT AND LOSS ACCOUNT

	2001	2000
	£	£
Retained profits at 1 June 2000	16,713	-
Profit for the financial year	71,601	16,713
Retained profits at 31 May 2001	<u>88,314</u>	<u>16,713</u>