

Co's HSE

Company No: 3821921

DIRECTORS REPORT & FINANCIAL STATEMENTS

Prepared for

THE PROPERTY PARTNERSHIP (GB) LIMITED

For the period ended 31st August 2002

**CORINTHIAN ACCOUNTANCY SERVICES
7 WATERSIDE
PEARTREE BRIDGE
MILTON KEYNES
MK6 3DE**



The Property Partnership Limited

REPORT OF THE DIRECTORS

The directors present his report and financial statements for the period to 31st August 2002

BUSINESS REVIEW

The company commenced trading on 30 August 1999 as Property Rental Company and there are no plans for any significant changes during the next financial year.

The results for the period are shown on page 2 of the financial statements.

DIRECTORS AND THEIR INTERESTS

The directors who served during the period and his beneficial interest in the company's shares throughout the period was:

	Ordinary shares of £1 each No. 100
Morgan Davies	20
Steve Jacobs	20
Neil Slade	20

STATEMENT OF DIRECTOR'S RESPONSIBILITY

The director is required by the Companies Act 1985 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 financial year and of the profit or loss of the company for the financial year. The director considers that in preparing those financial statements, the company has used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates and confirms that all applicable standards have been followed. The financial statements have been prepared on a going concern basis.

The director has responsibility for ensuring that the company keeps accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enables him to ensure that the financial statements comply with the Companies Act 1985. The director also has the responsibility for safeguarding the assets of the company and/or the prevention and detection of fraud and other irregularities.

TAXATION STATUS

The company is a close company within the meaning of Section 414 of the Income and Corporation Taxes Act 1988.

Signed:.....
Directors

Print Name:.....
MORGAN DAVIES STEVE JACOBS

**ACCOUNTANTS REPORT ON THE UNAUDITED ACCOUNTS
TO THE DIRECTOR OF THE PROPERTY PARTNERSHIP LIMITED**

As described on the balance sheet you are responsible for the compilation of the accounts for the period ended 31 August 2002 set out on pages 4 to 9, and you consider that the company is exempt from an audit and a report under section 294A(1) of the Companies Act 1985. In accordance with your instructions, 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.

Corinthian Accountancy Services
7 Waterside
Peartree Bridge
Milton Keynes
MK6 3DE

THE PROPERTY PARTNERSHIP (GB) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD 1st SEPTEMBER 2001 TO 31st AUGUST 2002

	Notes	£	2001 £
TURNOVER	2	41555	44876
Administrative expenses		<u>70031</u>	<u>47064</u>
OPERATING PROFIT	3	-28476	-2188
Interest receivable		0	12
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		-28476	-2176
Tax on ordinary activities	4	<u>0</u>	<u>0</u>
PROFIT ON ORDINARY ACTIVITIES(after tax)		-28476	-2176
Dividends		<u>0</u>	<u>0</u>
RETAINED PROFIT CARRIED FORWARD		<u>-28476</u>	<u>-2176</u>

CONTINUING OPERATIONS:

None of the company's activities were acquired or discontinued during the above financial period

STATEMENT OF TOTAL RECOGNISED GAINS & LOSSES

There were no recognised gains or losses in the above financial period other than the results for the period and, accordingly no statement of total recognised gains and losses has been prepared.

THE PROPERTY PARTNERSHIP (GB) LIMITED

BALANCE SHEET

FOR THE PERIOD 1st SEPTEMBER 2001 TO 31st AUGUST 2002

	Notes	£	£	£	2001 £
FIXED ASSETS					
Tangible assets	5		484,555.13		486073.5
CURRENT ASSETS					
Debtors	7	0		0	
Stock	6	0		0	
Cash at bank and in hand		<u>2082</u>		<u>5883</u>	
		2082		5883	
CREDITORS					
Amounts falling due within one year	8	<u>517189</u>		<u>491857</u>	
			<u>-515107</u>		<u>-485974</u>
NET CURRENT ASSETS			<u>-30552</u>		<u>100</u>
CREDITORS					
Amounts falling due after more than one year			0		0
NET ASSETS			<u>-30552</u>		<u>100</u>
CAPITAL & RESERVES					
Called up share capital	9		100		100
Profit and loss reserve			-2176		-1376
Profit and loss account			-28476		-2176
			<u>-30,552</u>		<u>-3,452</u>
SHAREHOLDERS EQUITY FUNDS			<u>-30,552</u>		<u>-3,452</u>

In approving these financial statements as the director of the company i hereby confirm:

* that for the period in question the company was entitled to the exemption conferred by section 249A(1) of the Companies Act 1985:

* that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the period ended 31 August 2002: and

* that i acknowledge my responsibilities for:

a) ensuring that the company keeps accounting records which comply with Section 221, and

b) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit for the year then ended and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as applicable to the company.

The director has taken advantage of the exemptions conferred on small companies by Schedule 8, Part 1 of the Companies Act 1985. In the opinion of the director, the company qualifies as a small company and is therefore entitled to make use of these exemptions.


.....Director
M Davies



THE PROPERTY PARTNERSHIP (GB) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

a) Basis of accounting

The financial statements have been prepared under the historical cost convention.

b) Turnover

Turnover represents the invoiced amount of services provided to customers.

c) Depreciation

Depreciation is provided on tangible assets at rates calculated to write off the cost of each asset over its expected useful life.

The rates used on a reducing balance are as follows:

Fixtures & Fittings	25%	
Freehold Property		-0%

2. TURNOVER

Turnover represents the amount of rental income received from tenants.

The turnover and pre-tax profit for the year is all attributable to the company's principal activity and all services have been provided to the United Kingdom market.

PENSIONS

The company does not operate a pension scheme.

3. OPERATING PROFIT

The operating profit is stated after charging:

2002

£

Depreciation of tangible fixed assets	1518
Directors remuneration included	0
Directors pension contributions	0
	<u>1518</u>

4. TAX ON ORDINARY ACTIVITIES

THE PROPERTY PARTNERSHIP (GB) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

This represents corporation tax @ 10% based on profit for the year on ordinary activities.

5: TANGIBLE FIXED ASSETS

	£
Cost	486074
Additions in year	0
At 31st August 2001	<u>486074</u>
Depreciation	
Charge for the year	<u>1518</u>
	1518
At 31st August 2002	<u>1518</u>
Net Book Value @ 31st August 2002	484555
6. CREDITORS-Amounts falling due after 1 year	371536

7. DEBTORS

Trade debtors	0
Advance corporation tax	<u>0</u>
	<u>0</u>

8. CREDITORS-Amounts falling due within 1 year

	£
Corporation tax	0
Trade creditors	0
Social security and other taxes	0
Accruals	2766
Directors current account	<u>142888</u>
	<u>145653</u>

9. CALLED- UP SHARE CAPITAL

Authorised

	£
100 ordinary shares of £1 each	<u>100</u>

THE PROPERTY PARTNERSHIP (GB) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Alloted, called up and fully paid

100 ordinary shares of £1 each

100

10. Reconciliation of movement in shareholders funds

£

Profit for the financial year

-28476

Dividends paid

0

-28476

Shares subscribed

100

Closing shareholders funds

-28476

THE PROPERTY PARTNERSHIP (GB) LIMITED
CORPORATION TAX COMPUTATION
 FOR THE PERIOD 1st SEPTEMBER 2001 TO 31st AUGUST 2002

	<u>£</u>	<u>£</u>	<u>£</u>
Profit per accounts			-28476
<u>Add</u>			
Depreciation		<u>1,518.38</u>	<u>-26957</u>
<u>Less</u>			
Interest receivable		0	0
			<u>-26957</u>
<u>Less</u>			
Capital Allowances			<u>0.00</u>
			-26957
<u>Add</u>			
Interest received			0
Adjusted Profit			<u>-26957</u>
Maximum ACT set off			-5391
ACT paid			<u>0</u>
MCT @ 10%			0
ACT Offset in period			0
MCT payable			0
Shadow ACT			0
Total MCT Payable			<u><u>0</u></u>