

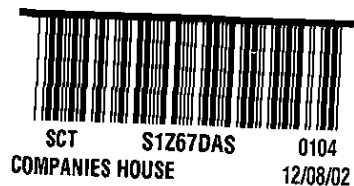
Charles Burrows & Co

CHARTERED ACCOUNTANTS & REGISTERED AUDITORS

**INDIA PROPERTIES LIMITED
FINANCIAL STATEMENTS**

30 NOVEMBER 2001

Company Registration Number sco80985



Alliott
GROUP

A WORLDWIDE NETWORK OF INDEPENDENT FIRMS

INDIA PROPERTIES LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2001

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INDIA PROPERTIES LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

G W Rule
A J Rule

Company secretary

Angela J Rule

Business address

7 Palmerston Place
Edinburgh
EH12 5AH

Registered office

7 Palmerston Place
Edinburgh
EH12 5AH

Accountants

Charles Burrows & Co
Chartered Accountants
7 Palmerston Place
Edinburgh
EH12 5AH

INDIA PROPERTIES LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30 NOVEMBER 2001

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30 November 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the furnished letting of tenement property.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 30 November 2001	At 1 December 2000
G W Rule	1	1
A J Rule	<u>1</u>	<u>1</u>

CLOSE COMPANY PROVISIONS

In the opinion of the directors, the company is a close company within the meaning of S.414 Income and Corporation Taxes Act, 1988 (as amended).

SMALL COMPANY PROVISIONS

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

Registered office:
7 Palmerston Place
Edinburgh
EH12 5AH

Signed by order of the directors



ANGELA J RULE
Company Secretary

Approved by the directors on 24 July 2002

INDIA PROPERTIES LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 30 NOVEMBER 2001**

	Note	2001 £	2000 £
TURNOVER		10,145	9,107
Administrative expenses		8,120	5,187
OPERATING PROFIT	2	<u>2,025</u>	<u>3,920</u>
Interest payable		998	1,147
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>1,027</u>	<u>2,773</u>
Tax on profit on ordinary activities	3	2	348
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u><u>1,025</u></u>	<u><u>2,425</u></u>

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

INDIA PROPERTIES LIMITED

BALANCE SHEET

YEAR ENDED 30 NOVEMBER 2001

	Note	2001 £	2000 £
FIXED ASSETS			
Tangible assets	4	53,606	45,333
CREDITORS: Amounts falling due within one year	5	19,543	11,208
TOTAL ASSETS LESS CURRENT LIABILITIES		34,063	34,125
CREDITORS: Amounts falling due after more than one year	6	8,314	9,401
		<u>25,749</u>	<u>24,724</u>
CAPITAL AND RESERVES			
Called-up equity share capital	8	2	2
Profit and Loss Account	9	25,747	24,722
SHAREHOLDERS' FUNDS		<u>25,749</u>	<u>24,724</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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

These financial statements were approved by the directors on the 24 July 2002 and are signed on their behalf by:

G W RULE



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

INDIA PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 NOVEMBER 2001

1. ACCOUNTING POLICIES

Basis of accounting

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

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures and fittings 15% straight line

Investment properties

The requirement of the Companies Act 1985 is to depreciate all properties but that requirement conflicts with the generally accepted accounting principle set out in SSAP19. The directors consider that, as these properties are not held for consumption but for investment, to depreciate them would not give a true and fair view, and that it is necessary to adopt SSAP19 in order to give a true and fair view.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2001 £	2000 £
Directors' emoluments	—	—
Depreciation	1,523	219

3. TAX ON PROFIT ON ORDINARY ACTIVITIES

Taxation

	2001 £	2000 £
Current tax:		
UK Corporation tax based on the results for the year at 20% (2000 - 20%)	2	348
Total current tax	2	348
Tax on profit on ordinary activities	2	348

INDIA PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 NOVEMBER 2001

4. TANGIBLE FIXED ASSETS

	Investment Properties £	Fixtures & Fittings £	Total £
COST			
At 1 December 2000	44,090	8,594	52,684
Additions	883	8,913	9,796
At 30 November 2001	<u>44,973</u>	<u>17,507</u>	<u>62,480</u>
DEPRECIATION			
At 1 December 2000	—	7,351	7,351
Charge for the year	—	1,523	1,523
At 30 November 2001	<u>—</u>	<u>8,874</u>	<u>8,874</u>
NET BOOK VALUE			
At 30 November 2001	<u>44,973</u>	<u>8,633</u>	<u>53,606</u>
At 30 November 2000	<u>44,090</u>	<u>1,243</u>	<u>45,333</u>

5. CREDITORS: Amounts falling due within one year

	2001 £	2000 £
Bank loans and overdrafts	11,696	3,061
Other creditors including taxation:		
Corporation tax		348
Directors current accounts		5,919
Accruals and deferred income		1,880
	<u>7,847</u>	<u>8,147</u>
	<u>19,543</u>	<u>11,208</u>

6. CREDITORS: Amounts falling due after more than one year

	2001 £	2000 £
Bank loans and overdrafts	<u>8,314</u>	<u>9,401</u>

The Bank loans are secured by a Standard Security over one of the companys properties.

INDIA PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 NOVEMBER 2001

7. RELATED PARTY TRANSACTIONS

The company was under the control of Mr G W Rule throughout the current and previous year. Mr Rule is the managing director and majority shareholder with his wife.

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

8. SHARE CAPITAL

Authorised share capital:

	2001	2000
	£	£
10,000 Ordinary shares of £1 each	10,000	10,000

	2001	2000
	£	£
Ordinary share capital	2	2

9. PROFIT AND LOSS ACCOUNT

	2001	2000
	£	£
Balance brought forward	24,722	22,297
Retained profit for the financial year	1,025	2,425
Balance carried forward	25,747	24,722