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Charles Burrows & Co

CHARTERED ACCOUNTANTS & REGISTERED AUDITORS

INDIA PROPERTIES LIMITED
UNAUDITED FINANCIAL STATEMENTS
30 NOVEMBER 2006
COMPANY REGISTRATION NUMBER SCO80985



INDIA PROPERTIES LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2006

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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 2006

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30 November 2006

PRINCIPAL ACTIVITIES

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

DIRECTORS

The directors who served the company during the year were as follows

G W Rule

A J Rule

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 22 August 2007

INDIA PROPERTIES LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 30 NOVEMBER 2006**

		2006	2005
	Note	£	£
TURNOVER		29,298	20,494
Administrative expenses		21,121	18,942
OPERATING PROFIT	2	8,177	1,552
Loss on disposal of fixed assets		(2,179)	—
		5,998	1,552
Other interest receivable		34	57
Interest payable and similar charges		(10,316)	(7,144)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(4,284)	(5,535)
Tax on loss on ordinary activities	3	9,180	—
LOSS FOR THE FINANCIAL YEAR		<u>(13,464)</u>	<u>(5,535)</u>

The notes on pages 5 to 8 form part of these financial statements

INDIA PROPERTIES LIMITED

BALANCE SHEET

30 NOVEMBER 2006

	Note	2006 £	2005 £
FIXED ASSETS			
Tangible assets	4	644,869	568,983
CURRENT ASSETS			
Cash at bank		56,403	2,017
CREDITORS: Amounts falling due within one year	5	<u>18,040</u>	<u>14,304</u>
NET CURRENT ASSETS/(LIABILITIES)		38,363	(12,287)
TOTAL ASSETS LESS CURRENT LIABILITIES		683,232	556,696
CREDITORS. Amounts falling due after more than one year	6	325,000	185,000
		<u>358,232</u>	<u>371,696</u>
CAPITAL AND RESERVES			
Called up equity share capital	8	100	100
Revaluation reserve	9	274,997	345,027
Profit and loss account	10	83,135	26,569
SHAREHOLDERS' FUNDS		<u>358,232</u>	<u>371,696</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 financial statements 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 financial statements 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 January 2005)

These financial statements were approved by the directors and authorised for issue on 22 August 2007, and are signed on their behalf by



G W RULE

The notes on pages 5 to 8 form part of these financial statements

INDIA PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2006

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted the Financial Reporting Standard for Smaller Entities (effective January 2005)

Turnover

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

Fixed assets

All fixed assets are initially recorded at cost

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% reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve

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

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

INDIA PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2006

2. OPERATING PROFIT

Operating profit is stated after charging

	2006 £	2005 £
Directors' emoluments	—	—
Depreciation of owned fixed assets	<u>2,334</u>	<u>2,004</u>

3. TAXATION ON ORDINARY ACTIVITIES

	2006 £	2005 £
Current tax		
UK Corporation tax based on the results for the year at 19% (2005 19%)	<u>9,180</u>	—
Total current tax	<u>9,180</u>	<u>—</u>

4. TANGIBLE FIXED ASSETS

	Investment Properties £	Fixtures and fittings £	Total £
COST OR VALUATION			
At 1 December 2005	557,126	28,633	585,759
Additions	174,521	3,699	178,220
Disposals	(100,000)	—	(100,000)
At 30 November 2006	<u>631,647</u>	<u>32,332</u>	<u>663,979</u>
DEPRECIATION			
At 1 December 2005	—	16,776	16,776
Charge for the year	—	<u>2,334</u>	<u>2,334</u>
At 30 November 2006	—	<u>19,110</u>	<u>19,110</u>
NET BOOK VALUE			
At 30 November 2006	<u>631,647</u>	<u>13,222</u>	<u>644,869</u>
At 30 November 2005	<u>557,126</u>	<u>11,857</u>	<u>568,983</u>

INDIA PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2006

5. CREDITORS: Amounts falling due within one year

	2006		2005	
	£	£	£	£
Bank loans and overdrafts		—		1,806
Other creditors including taxation				
Corporation tax	9,180		—	
Directors current accounts	5,640		9,278	
Accruals and deferred income	3,220		3,220	
		18,040		12,498
		<u>18,040</u>		<u>14,304</u>

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

	2006		2005	
	£	£	£	£
Bank loans and overdrafts		<u>325,000</u>		<u>185,000</u>

The bank loans and overdraft are secured by a Bond and Floating Charge over the whole assets of the company

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:

	2006		2005	
	£	£	£	£
10,000 Ordinary shares of £1 each		<u>10,000</u>		<u>10,000</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

INDIA PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2006

9. REVALUATION RESERVE

	2006 £	2005 £
Balance brought forward	345,027	345,027
Transfer to the Profit and Loss Account on realisation	(70,030)	—
Balance carried forward	<u>274,997</u>	<u>345,027</u>

10. PROFIT AND LOSS ACCOUNT

	2006 £	2005 £
Balance brought forward	26,569	32,104
Loss for the financial year	(13,464)	(5,535)
Transfer from revaluation reserve	70,030	—
Balance carried forward	<u>83,135</u>	<u>26,569</u>