

MIMOSA (NO. 231) LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st MARCH 2000

Company No. 91313



REPORT OF THE DIRECTORS

The Directors submit their Report and Financial Statements for the year ended 31st March 2000.

REVIEW OF THE BUSINESS

The Company has not traded during the year and it is not intended that this will change.

DIRECTORS AND THEIR INTERESTS

Mr I.A.T. Mowat retires by rotation and offers himself for re-election. Mr W.C. Spalding holds 500 Ordinary Shares in the Company.

AUDITORS

A resolution to re-appoint Messrs. Gilchrist & Company, C.A. as Auditors will be put to the Members at the Annual General Meeting.

BY ORDER OF THE BOARD

A handwritten signature in black ink, appearing to read 'I.A.T. Mowat', with a long horizontal flourish extending to the right.

I.A.T. MOWAT, C.A.
Secretary

GLASGOW: 10th November 2000

YEAR ENDED 31st MARCH 2000

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the Directors to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those Financial Statements, the Directors are required to:-

- * select suitable accounting policies and then apply them consistently;
- * make judgments and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- * prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the Financial Statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors confirm that the Financial Statements comply with the above requirements.

MIMOSA (NO. 231) LIMITED

We have audited the Financial Statements on pages 4 and 5 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibilities of Directors and Auditors

As described on page 2, the Company's Directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those Statements and to report our opinion to you.

Basis of Opinion

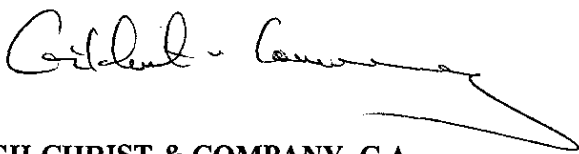
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgments made by the Directors in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

In forming our opinion, we have considered the adequacy of the disclosures made in the Financial Statements concerning the Directors' valuation of the property investment. Details of this valuation are described in Note 2 to the Financial Statements. Our opinion is not qualified in this respect.

Opinion

In our opinion the Financial Statements give a true and fair view of the Company's state of affairs at 31st March 2000 and have been properly prepared in accordance with the Companies Act 1985.



GILCHRIST & COMPANY, C.A.
Registered Auditors

GLASGOW: 10th November 2000

BALANCE SHEET

AS AT 31st MARCH 2000

	Notes	2000 £	1999 £
TANGIBLE FIXED ASSETS			
Property Investment	2	3,000	3,000
NET ASSETS		<u>3,000</u>	<u>3,000</u>
 CAPITAL AND RESERVES			
Called Up Share Capital	3	<u>3,000</u>	<u>3,000</u>

Signed on Behalf of the Board on 10th November 2000.I.A.T. MOWAT
Director

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st MARCH 2000

1. ACCOUNTING POLICIES

- a) The Financial Statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.
- b) No depreciation has been charged on Tangible Fixed Assets.

2. PROPERTY INVESTMENT

The Company purchased a property in Santa Ponsa, Majorca for £29,700 during the period ended 31st March 1986. The Company then entered into Licence Agreements under which all rights of occupancy were assigned in perpetuity for £26,700. In the Directors' opinion, the residual value of the property investment (being subject to the Licence Agreements) is £3,000. In arriving at their opinion, the Directors have had regard to the possibility in future of the Company selling the property and thus having to re-purchase the Licences if the Licence Holders would wish to sell, and to the terms under which they would expect such re-purchase to take place.

3. SHARE CAPITAL

	2000 £	1999 £
Authorised, Allotted, Called up, Fully Paid 3,000 Ordinary Shares of £1 each	<u>3,000</u>	<u>3,000</u>