

MIMOSA (NO. 231) LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st MARCH 2002

Company No. 91313



REPORT OF THE DIRECTORS

The Directors submit their Report and Financial Statements for the year ended 31st March 2002.

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 dark ink, appearing to read 'I.A.T. Mowat', with a horizontal line drawn underneath the name.

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

GLASGOW: 24th June 2002

YEAR ENDED 31st MARCH 2002

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 of Mimosa (No 231) Limited for the year ended 31st March 2002 on pages 4 and 5. These Financial Statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective Responsibilities of Directors and Auditors

As described in the Statement of Directors' Responsibilities, the Company's Directors are responsible for the preparation of the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the Financial Statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the Financial Statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the Financial Statements, if the Company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Directors' remuneration and transactions with the Company is not disclosed.

We read the Directors' Report and consider the implications for our Report if we become aware of any apparent misstatements within it.

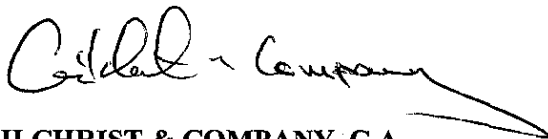
Basis of Opinion

We conducted our audit in accordance with United Kingdom 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.

Opinion

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 31st March 2002 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**GILCHRIST & COMPANY, C.A.**

Registered Auditors

GLASGOW, 24th June 2002

BALANCE SHEET

AS AT 31st MARCH 2002

	Notes	2002 £	2001 £
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 24th June 2002**I.A.T. MOWAT**
Director

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st MARCH 2002

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

	2002 £	2001 £
Authorised, Allotted, Called up, Fully Paid		
3,000 Ordinary Shares of £1 each	<u>3,000</u>	<u>3,000</u>