

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2003
FOR
SOLENGLEN LIMITED**



William Duncan & Co.
Chartered Accountants
Silverwells House
114 Cadzow Street
Hamilton
ML3 6HP

SOLENGLEN LIMITED

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FOR THE YEAR ENDED 30 NOVEMBER 2003**

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SOLENGLEN LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 NOVEMBER 2003**

DIRECTORS: William Pearson Logan
Janet Stewart Logan

SECRETARY: Janet Stewart Logan

REGISTERED OFFICE: Holmwood House
15 Holmwood Avenue
Uddingston
Glasgow
G71 7AJ

REGISTERED NUMBER: 101813 (Scotland)

ACCOUNTANTS: William Duncan & Co.
Chartered Accountants
Silverwells House
114 Cadzow Street
Hamilton
ML3 6HP

SOLENGLEN LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 NOVEMBER 2003**

The directors present their report with the financial statements of the company for the year ended 30 November 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of supply of rented furnished accommodation.

DIRECTORS

The directors during the year under review were:

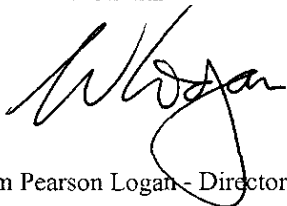
William Pearson Logan
Janet Stewart Logan

The beneficial interests of the directors holding office on 30 November 2003 in the issued share capital of the company were as follows:

	30.11.03	1.12.02
Ordinary £1 shares		
William Pearson Logan	1,600	1,600
Janet Stewart Logan	800	800

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

ON BEHALF OF THE BOARD:

X 

William Pearson Logan - Director

27 February 2004

SOLENGLEN LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 NOVEMBER 2003**

	Notes	30.11.03 £	30.11.02 £
TURNOVER		21,614	20,850
Administrative expenses		1,634	13,038
OPERATING PROFIT	2	19,980	7,812
Interest receivable and similar income		8	12
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		19,988	7,824
Tax on profit on ordinary activities	3	-	(2)
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		19,988	7,826
Dividends	4	-	15,000
		19,988	(7,174)
Retained profit brought forward		12,013	19,187
RETAINED PROFIT CARRIED FORWARD		<u>£32,001</u>	<u>£12,013</u>

The notes form part of these financial statements

SOLENGLEN LIMITED

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 30 NOVEMBER 2003**

	30.11.03 £	30.11.02 £
PROFIT FOR THE FINANCIAL YEAR	19,988	7,826
Revaluation	135,832	16,551
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>£155,820</u>	<u>£24,377</u>

The notes form part of these financial statements

SOLENGLEN LIMITED

**BALANCE SHEET
30 NOVEMBER 2003**

	Notes	30.11.03 £	30.11.02 £
FIXED ASSETS:			
Tangible assets	5	192,008	120,615
CURRENT ASSETS:			
Cash at bank and in hand		706	1,832
CREDITORS: Amounts falling due within one year	6	4,330	89,883
NET CURRENT LIABILITIES:		(3,624)	(88,051)
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u>£188,384</u>	<u>£32,564</u>
CAPITAL AND RESERVES:			
Called up share capital	7	4,000	4,000
Revaluation reserve	8	152,383	16,551
Profit and loss account		32,001	12,013
SHAREHOLDERS' FUNDS:		<u>£188,384</u>	<u>£32,564</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 November 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



William Pearson Logan - Director

Approved by the Board on 27 February 2004

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2003**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Investment properties	- not provided
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	30.11.03	30.11.02
	£	£
Depreciation - owned assets	670	732
Profit on disposal of fixed assets	(8,747)	-
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

3. TAXATION

Analysis of the tax credit

The tax credit on the profit on ordinary activities for the year was as follows:

	30.11.03	30.11.02
	£	£
Current tax:		
UK corporation tax	-	(2)
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	-	(2)
	<u> </u>	<u> </u>

4. DIVIDENDS

	30.11.03	30.11.02
	£	£
Final	-	15,000
	<u> </u>	<u> </u>

SOLENGLEN LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2003**

5. TANGIBLE FIXED ASSETS

	Investment properties	Fixtures and fittings	Computer equipment	Totals
	£	£	£	£
COST OR VALUATION:				
At 1 December 2002	118,421	19,775	3,140	141,336
Additions	-	484	-	484
Disposals	(64,253)	-	-	(64,253)
Surplus on revaluation	135,832	-	-	135,832
At 30 November 2003	190,000	20,259	3,140	213,399
DEPRECIATION:				
At 1 December 2002	-	18,240	2,481	20,721
Charge for year	-	505	165	670
At 30 November 2003	-	18,745	2,646	21,391
NET BOOK VALUE:				
At 30 November 2003	190,000	1,514	494	192,008
At 30 November 2002	118,421	1,535	659	120,615

Cost or valuation at 30 November 2003 is represented by:

	Investment properties	Fixtures and fittings	Computer equipment	Totals
	£	£	£	£
Valuation in 2001	16,551	-	-	16,551
Valuation in 2003	135,832	-	-	135,832
Cost	37,617	20,259	3,140	61,016
	190,000	20,259	3,140	213,399

If the investment property had not been revalued it would have been included at the following historical cost:

	30.11.03	30.11.02
	£	£
Cost	37,617	37,617

The investment property was valued on an open market basis on 22 July 2003 by Barr Brady, Chartered Surveyors.

SOLENGLEN LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2003**

**6. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	30.11.03	30.11.02
	£	£
Bank loans and overdrafts	607	-
Trade creditors	1,920	1,970
Other creditors	528	242
Directors' current accounts	925	87,611
Accrued expenses	350	60
	<u>4,330</u>	<u>89,883</u>

7. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	30.11.03	30.11.02
		value:	£	£
10,000	Ordinary	£1	10,000	10,000

Allotted, issued and fully paid:				
Number:	Class:	Nominal	30.11.03	30.11.02
		value:	£	£
4,000	Ordinary	£1	4,000	4,000

8. REVALUATION RESERVE

	30.11.03	30.11.02
	£	£
Brought forward	16,551	16,551
Revaluation	135,832	-
	<u>152,383</u>	<u>16,551</u>

9. TRANSACTIONS WITH DIRECTORS

The following loans from directors subsisted during the year ended 30 November 2003:

	£
WP Logan	
Balance outstanding at start of year	31,140
Balance outstanding at end of year	890
Maximum balance outstanding during year	<u>31,140</u>
H Logan	
Balance outstanding at start of year	2,485
Balance outstanding at end of year	35
Maximum balance outstanding during year	<u>2,485</u>

The above balances, which are due to the directors, are interest free, unsecured and have no fixed repayment terms.

10. **CONTROL**

The directors hold the majority of the company's issued share capital. The directors therefore control the company.