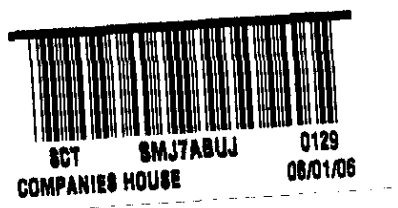


P.F.M. (PROPERTY) LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2005



P.F.M. (PROPERTY) LIMITED

COMPANY INFORMATION

Directors Douglas Morrison
Grace Morrison

Secretary Douglas Morrison

Company number SC190849

Registered office 160 Argyll Street,
Dunoon,
Argyll.
PA23 7NA.

Accountants Wylie & Bisset,
160 Argyll Street,
Dunoon,
Argyll.
PA23 7NA.

P.F.M. (PROPERTY) LIMITED

CONTENTS

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 7

P.F.M. (PROPERTY) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2005

The directors present their report and financial statements for the year ended 30 April 2005.

Principal activities

The principal activity of the company continued to be that of property letting.

Directors

The following directors have held office since 1 May 2004:

Douglas Morrison

Grace Morrison

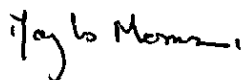
Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	30 April 2005	1 May 2004
Douglas Morrison	1	1
Grace Morrison	1	1

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



Douglas Morrison

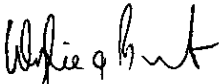
Director

12 December 2005

P.F.M. (PROPERTY) LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF P.F.M. (PROPERTY) LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 April 2005, set out on pages 3 to 7 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Willie & Bisset,

Chartered Accountants

12 December 2005

160 Argyll Street,
Dunoon,
Argyll.
PA23 7NA.

P.F.M. (PROPERTY) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 APRIL 2005

	Notes	2005 £	2004 £
Turnover		21,250	12,000
Administrative expenses		(6,396)	(7,365)
Operating profit	2	14,854	4,635
Interest payable and similar charges		(10,761)	(2,428)
Profit on ordinary activities before taxation		4,093	2,207
Tax on profit on ordinary activities	3	-	-
Profit on ordinary activities after taxation	9	4,093	2,207

P.F.M. (PROPERTY) LIMITED

BALANCE SHEET AS AT 30 APRIL 2005

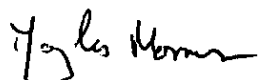
	Notes	2005 £	£	2004 £	£
Fixed assets					
Tangible assets	4 and 5		613,393		117,523
Current assets					
Debtors	6	1,750		1,750	
		<u>1,750</u>		<u>1,750</u>	
Creditors: amounts falling due within one year	7	<u>(275,546)</u>		<u>(116,332)</u>	
Net current liabilities			<u>(273,796)</u>		<u>(114,582)</u>
Total assets less current liabilities			<u>339,597</u>		<u>2,941</u>
Capital and reserves					
Called up share capital	8		2		2
Revaluation reserve	9		332,563		-
Profit and loss account	9		<u>7,032</u>		<u>2,939</u>
Shareholders' funds			<u>339,597</u>		<u>2,941</u>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, 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 this Act relating to accounts, 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).

The financial statements were approved by the Board on 12 December 2005



Douglas Morrison
Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2005

P.F.M. (PROPERTY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2005

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost or valuation	
At 1 May 2004	10,706
Additions	10,944
At 30 April 2005	21,650
Depreciation	
At 1 May 2004	8,926
Charge for the year	4,330
At 30 April 2005	13,256
Net book value	
At 30 April 2005	8,394
At 30 April 2004	1,780

5 Tangible fixed assets

	Investment properties
	£
Cost or valuation	
At 1 May 2004	128,603
Additions	156,694
Revaluation	319,702
At 30 April 2005	604,999
Depreciation	
At 1 May 2004	12,860
Revaluation	(12,860)
	-
Net book value	
At 30 April 2005	604,999
At 30 April 2004	115,743

P.F.M. (PROPERTY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2005

6 Debtors	2005	2004
	£	£
Other debtors	1,750	1,750
	<u>1,750</u>	<u>1,750</u>
7 Creditors: amounts falling due within one year	2005	2004
	£	£
Bank loans and overdrafts	193,290	46,976
Other creditors	82,256	69,356
	<u>275,546</u>	<u>116,332</u>
8 Share capital	2005	2004
	£	£
Authorised		
2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>
9 Statement of movements on reserves	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 May 2004	-	2,939
Retained profit for the year	-	4,093
Revaluation during the year	332,563	-
	<u>332,563</u>	<u>7,032</u>
Balance at 30 April 2005	<u>332,563</u>	<u>7,032</u>

10 Control

The company is controlled by its directors.