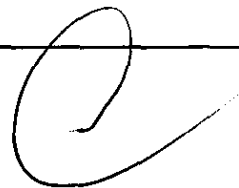


SOCHRACH LIMITED

Company Number: SC 205643

ABBREVIATED STATUTORY ACCOUNTS
PERIOD ENDED 31ST MARCH 2001



HOLMES & COMPANY
CHARTERED ACCOUNTANTS



SCT SUCQJ7XB 0164
COMPANIES HOUSE 31/01/02

ACCOUNTANTS' REPORT
ON THE UNAUDITED FINANCIAL ACCOUNTS TO THE DIRECTORS OF
SOCHRACH LIMITED

The following reproduces the text of the report prepared for the purposes of section 249A(1) of the Companies Act 1985 in respect of the company's annual financial accounts, from which the abbreviated financial accounts (set out on pages 2 to 3) have been prepared.

'As described on the balance sheet you are responsible for the preparation of the financial accounts for the period ended 31st March 2001, set out on pages 3 and 4, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited financial accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.'

Holmes & Company.

HOLMES & COMPANY
Chartered Accountants
10 Gloucester Place
Edinburgh
EH3 6EP.

30th January 2002

SOCHRACH LIMITEDABBREVIATED BALANCE SHEET
AS AT 31ST MARCH 2001

	<u>Notes</u>	<u>2001</u>	
		£	£
FIXED ASSETS			
Tangible Assets	2		249,892
CURRENT ASSETS			
Cash at Bank and in Hand		13,178	
		<u>13,178</u>	
CREDITORS : Amounts Falling Due within One Year		(69,870)	
NET CURRENT LIABILITIES			(56,692)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>£ 193,200</u>
CAPITAL AND RESERVES			
Share Capital	3		193,200
<u>TOTAL SHAREHOLDERS' FUNDS</u>			<u>£ 193,200</u>
<u>ATTRIBUTABLE TO:</u>			
Shareholders' Funds - Equity		(200)	
Shareholders' Funds - Non-Equity		(193,000)	
		<u>£ (193,200)</u>	

The notes on pages 3a to 3b form part of these accounts.

continued

SOCHRACH LIMITED**ABBREVIATED BALANCE SHEET**

(continued)

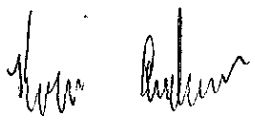
AS AT 31ST MARCH 2001

The directors consider that for the period ended 31st March 2001 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial period under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the
board of directors



30/1/02

Mr Kevin Anderson
Director

Approved by the board: 30th January 2002

The notes on pages 3a to 3b form part of these accounts.

SOCHRACH LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS**
FOR THE PERIOD ENDED 31ST MARCH 2001**1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention except for certain fixed asset categories for which there is a policy of revaluation. Profits or losses arising on the disposal of items stated at valuation are determined by reference to the difference between the carrying amount and the net sales proceeds.

Turnover

Turnover represents net rents, excluding VAT.

Tangible Fixed Assets

No depreciation is provided on freehold land and property.

Deferred Taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised at the estimated fair value at date of inception of each lease or contract. The assets are depreciated over their expected useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

Cash Flow Statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

2. FIXED ASSETS

	<u>Tangible Assets</u>
	£
COST	
Additions in period	249,892
At 31st March 2001	<u>249,892</u>
NET BOOK VALUE	
At 31st March 2001	<u>249,892</u>

SOCHRACH LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 20013. SHARE CAPITAL2001
£**Authorised****Equity Shares**

Ordinary Shares of £1.00 each	100,000
-------------------------------	---------

Non-equity Shares

8% Preference Shares of £1.00 each	2,000,000
------------------------------------	-----------

Allotted, Issued and Fully paid**Equity Shares**

Ordinary Shares of £1.00 each	200
-------------------------------	-----

Non-equity shares

8% Preference Shares of £1.00 each	193,000
------------------------------------	---------

193,200

At commencement of business of the company, 193,000 8% Preference Shares were allotted and fully paid for properties transferred to the company as at that date.

The Preference Shares are non-voting and are preferential on a winding up or other repayment of capital by the company.