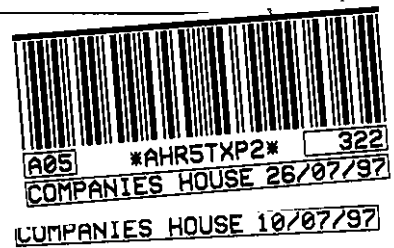


Company Number: 1359445

**(A) PROPERTY SALES LIMITED**

**FINANCIAL STATEMENTS**

**30 April 1996**



## **C O N T E N T S**

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**(A) PROPERTY SALES LIMITED**

**DIRECTOR'S REPORT**

The director presents his report and the financial statements for the year ended 30 April 1996.

**1 PRINCIPAL ACTIVITY AND BUSINESS REVIEW**

The principal activity of the company is that of estate and letting agents.

**2 DIRECTOR AND INTERESTS IN SHARES**

The director at 30 April 1996, together with his interests, as defined by the Companies Act 1985, in shares of the company at that date and at the beginning of the year was as follows:

|            | <b>Beneficial</b> |             |
|------------|-------------------|-------------|
|            | <b>1996</b>       | <b>1995</b> |
| C E Malone | 90                | 90          |

**3 AUDITORS**

Hazlewoods expressed their willingness to continue in office.

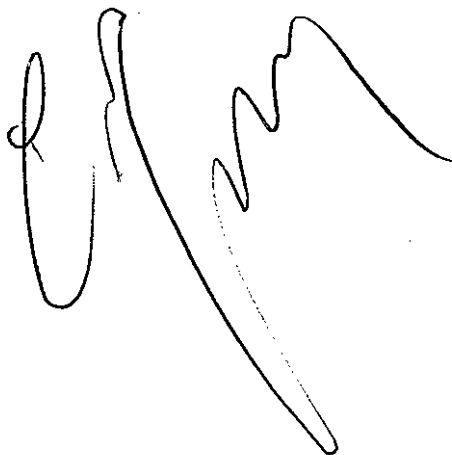
In preparing this report advantage has been taken of the exemptions provided by Part II of Schedule 8 to the Companies Act 1985.

By order of the Board

C E MALONE

Director

24 June 1997



**ACCOUNTANTS' REPORT**

To the directors of

**(A) PROPERTY SALES LIMITED**

Acting as accountants, not as auditors, we have prepared the financial statements set out on pages 3 to 9 from the company's accounting records and from information and explanations provided by you.

We have not carried out an audit.



HAZLEWOODS

Gloucester

24 June 1997

**(A) PROPERTY SALES LIMITED**

**PROFIT AND LOSS ACCOUNT**

for the year ended 30 April 1996

|  | <b>Note</b> | <b>1996</b> | <b>1995</b> |
|--|-------------|-------------|-------------|
| <b>TURNOVER</b>  |             | 89,900      | 66,265      |
| Net operating expenses                                   | <b>2</b>    | (84,642)    | (50,172)    |
|  |             | <hr/>       | <hr/>       |
| <b>OPERATING PROFIT</b>                                  | <b>3</b>    | 5,258       | 16,093      |
| Interest receivable                                      |             | 1,612       | 1,415       |
|  |             | <hr/>       | <hr/>       |
| <b>PROFIT ON ORDINARY ACTIVITIES<br/>BEFORE TAXATION</b> |             | 6,870       | 17,508      |
| Tax on profit on ordinary activities                     | <b>4</b>    | 1,850       | (3,354)     |
|  |             | <hr/>       | <hr/>       |
| <b>PROFIT ON ORDINARY<br/>ACTIVITIES AFTER TAXATION</b>  | <b>9</b>    | £ 5,020     | £ 14,154    |
|  |             | <hr/> <hr/> | <hr/> <hr/> |

All activities of the company are continuing activities, there were no acquisitions in the year.

There were no recognised gains or losses other than the profit for the year as shown above.

The only movement in Shareholders' Funds was in respect of the retained profit as shown above.

**(A) PROPERTY SALES LIMITED**

**BALANCE SHEET (Continued)**

30 April 1996

In preparing these financial statements advantage has been taken of the exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the grounds that the company is entitled to those exemptions as a small company as defined by Section 247 of the Companies Act 1985.

For the year ended 30 April 1996 the company was entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 "The Act" and no notice has been deposited under Section 249B(2) of the Act.

The director acknowledges his responsibility for:

- i) ensuring the company keeps proper accounting records which comply with Section 221 of the Act, and
- ii) preparing accounts which give a true and fair view of the state of affairs of the company 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 of the Act and which otherwise comply with the requirements of the Act relating to accounts.

Advantage has been taken, in the preparation of the accounts, of the exemptions conferred by Part I of Schedule 8 to the Act.

In the opinion of the director the company is entitled to the exemptions conferred by Schedule 8 to the Act on the basis that it qualifies as a small company under Section 247 of the Act.

Approved by the board on 24 June 1997.

C E MALONE - Director

A handwritten signature in black ink, appearing to be 'C E MALONE', written in a cursive style. The signature is positioned to the right of the printed name 'C E MALONE - Director'.

**(A) PROPERTY SALES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 1996

**1 ACCOUNTING POLICIES**

The financial statements have been prepared under the historical cost convention, adopting the following principal accounting policies.

**Turnover**

Turnover represents the amounts, excluding value added tax, receivable during the year for services supplied.

**Depreciation**

Depreciation is calculated to write off the cost or valuation less estimated residual value of tangible assets over their estimated useful lives at the following rates per annum:

|                       |  |
|-----------------------|--|
| Office equipment      | 25% of net book value at beginning of year |
| Fixtures and fittings | 25% of net book value at beginning of year |

**Deferred Taxation**

Provision is made for deferred taxation using the liability method (calculated at the rate at which it is estimated that tax will be payable) in respect of timing differences as computed for tax purposes and profits as stated in the financial statements, to the extent that those differences will give rise to tax liabilities in the foreseeable future.

**Cash Flow Statement**

The company has not presented a cash flow statement on the grounds that the company qualifies as a small company within the meaning of Financial Reporting Standard Number 1 and hence is exempt from the requirements thereof. The director is of the opinion that such a statement would outweigh the benefits to the company.

**(A) PROPERTY SALES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 April 1996

|   | <b>1996</b>       | <b>1995</b>       |
|---|-------------------|-------------------|
| <b>2 NET OPERATING EXPENSES</b>                                 |                   |                   |
| Administrative expenses   | 91,737            | 62,172            |
| Other operating income  | (7,095)           | (12,000)          |
|   | <u>          </u> | <u>          </u> |
|   | £ 84,642          | £ 50,172          |
|   | <u>          </u> | <u>          </u> |
| <b>3 OPERATING PROFIT</b>                                       |                   |                   |
| <b>Operating profit is stated after charging (crediting):</b>   |                   |                   |
| Depreciation of fixed assets                                    | 2,423             | 636               |
| Management charges  | (7,095)           | (12,000)          |
|   | <u>          </u> | <u>          </u> |
| <b>4 TAX ON PROFIT ON ORDINARY ACTIVITIES</b>                   |                   |                   |
| <b>The charge for taxation comprises:</b>                       |                   |                   |
| Corporation tax based on profit for the year at 25% (1995: 25%) | £ 1,850           | £ 3,354           |
|   | <u>          </u> | <u>          </u> |

There is no liability to deferred taxation.



**(A) PROPERTY SALES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 April 1996

**5 TANGIBLE FIXED ASSETS**

|                       | <b>Freehold<br/>buildings</b> | <b>Office<br/>equipment</b> | <b>Fixtures &amp;<br/>fittings</b> | <b>Total</b> |
|-----------------------|-------------------------------|-----------------------------|------------------------------------|--------------|
| <b>Cost</b>           |                               |                             |                                    |              |
| At 1 May 1995         | 15,500                        | 16,153                      | 334                                | 31,987       |
| Additions             | 17,500                        | 7,768                       | 651                                | 25,919       |
| Disposals             | -                             | -                           | -                                  | -            |
|                       | <hr/>                         | <hr/>                       | <hr/>                              | <hr/>        |
| At 30 April 1996      | 33,000                        | 23,921                      | 985                                | 57,906       |
|                       | <hr/>                         | <hr/>                       | <hr/>                              | <hr/>        |
| <b>Depreciation</b>   |                               |                             |                                    |              |
| At 1 May 1995         | -                             | 14,492                      | 83                                 | 14,575       |
| Charge for year       | -                             | 2,198                       | 225                                | 2,423        |
|                       | <hr/>                         | <hr/>                       | <hr/>                              | <hr/>        |
| At 30 April 1996      | -                             | 16,690                      | 308                                | 16,998       |
|                       | <hr/>                         | <hr/>                       | <hr/>                              | <hr/>        |
| <b>Net book value</b> |                               |                             |                                    |              |
| At 30 April 1996      | £ 33,000                      | £ 7,231                     | £ 677                              | £ 40,908     |
|                       | <hr/>                         | <hr/>                       | <hr/>                              | <hr/>        |
| At 30 April 1995      | £ 15,500                      | £ 1,661                     | £ 251                              | £ 17,412     |
|                       | <hr/>                         | <hr/>                       | <hr/>                              | <hr/>        |

The freehold property comprises an investment property. The property is stated at cost.

**6 DEBTORS**

|                 | <b>1996</b> | <b>1995</b> |
|-----------------|-------------|-------------|
| Tax recoverable | 946         | 946         |
| Prepayments     | 263         | 537         |
| Other debtors   | 4,801       | 308         |
|                 | <hr/>       | <hr/>       |
|                 | £ 6,010     | £ 1,791     |
|                 | <hr/>       | <hr/>       |

**(A) PROPERTY SALES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 1996

| <b>7 CREDITORS - due within one year</b>   | <b>1996</b>     | <b>1995</b>     |
|--|-----------------|-----------------|
| <b>Other creditors:</b>                    |                 |                 |
| Trade creditors                            | 2,275           | 2,839           |
| Accruals and deferred income               | 2,455           | 2,623           |
| Taxation and social security               | 14,975          | 3,869           |
| Corporation tax                            | 1,850           | 3,354           |
| Other creditors                            | 67,254          | 54,467          |
|  | <hr/>           | <hr/>           |
| <b>Total creditors due within one year</b> | <b>£ 88,809</b> | <b>£ 67,152</b> |
|  | <hr/> <hr/>     | <hr/> <hr/>     |

Other creditors relate to money held in a separate clients' bank account in respect of deposits received on properties let on behalf of clients. This money belongs to clients therefore this creditor is effectively a secured creditor.

**8 SHARE CAPITAL**

|  |       |       |
|--|-------|-------|
| Authorised, allotted and fully paid:<br>100 ordinary shares of £1 each | £ 100 | £ 100 |
|  | <hr/> | <hr/> |

**9 PROFIT AND LOSS ACCOUNT**

|                                      |             |
|--------------------------------------|-------------|
| Retained profit at beginning of year | 14,161      |
| Retained profit for year             | 5,020       |
|                                      | <hr/>       |
| Retained profit at end of year       | £ 19,181    |
|                                      | <hr/> <hr/> |

**10 TRANSACTIONS WITH DIRECTOR**

During the year the company received management charges of £7,095 and commission for property management of £13,092 from C E Malone (a director of the company) trading as M & O Gates.

A charge of £6,000 was made for services rendered by M & O Gates.