

COMPANY REGISTRATION NO. 3487725

CHLA LIMITED

FINANCIAL STATEMENTS

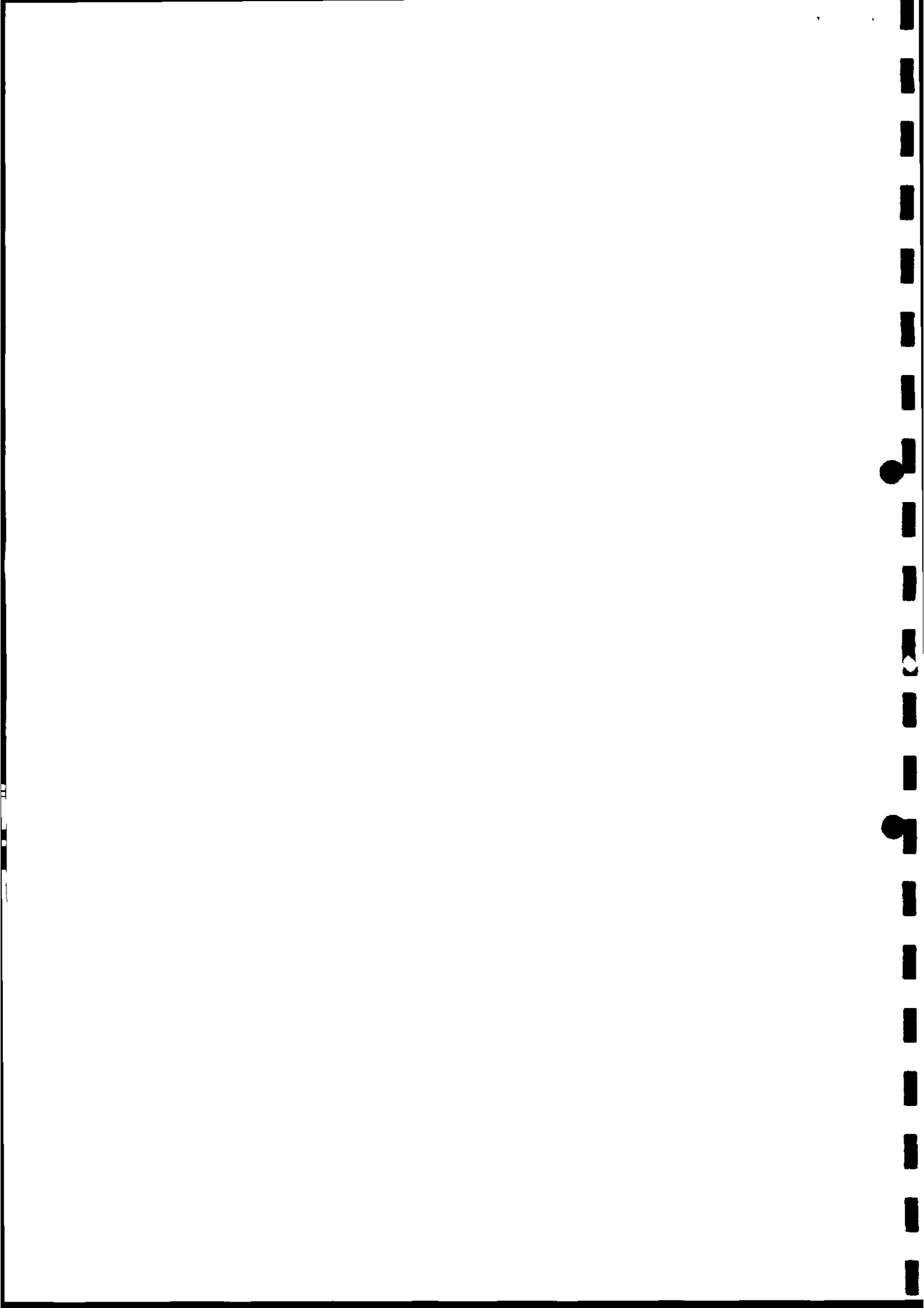
31st DECEMBER 1999

WILLIAM WORMALD COMPANY
CHARTERED ACCOUNTANTS

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Maidstone
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CHLA LIMITED

FINANCIAL STATEMENTS

31st DECEMBER 1999

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CHLA LIMITED

31st DECEMBER 1999

COMPANY INFORMATION

Directors:

C A M Adlington
M A Grant
D R E Hodges
R D Lightfoot

Secretaries:

M A Grant
R D Lightfoot

Registered Office:

5 Clarion House
Moreton Place
London
SW1V 2NN

Administrative Office:

18 Clarion House
Moreton Place
London
SW1V 2NN

Registered Auditors:

W Wormald & Co Ltd
Equitable House
1 Ashford Road
Maidstone
Kent
ME14 5BJ

CHLA LIMITED

31st DECEMBER 1999

REPORT OF THE DIRECTORS

The directors have pleasure in presenting the financial statements for the year to 31st December 1999 and set out below is their report thereon.

PRINCIPAL ACTIVITY

The Company's principal activity is of property investment and management.

RESULTS

There was an excess of revenue over expenditure for the year as shown on page 4. The Company's financial position is considered satisfactory.

DIRECTORS

The directors during the year and their respective interests in the share capital of the Company were as follows:-

	<u>£1 'B' ordinary shares</u>		<u>£1 'A' ordinary shares</u>	
	<u>31.12.1999</u>	<u>31.12.1998</u>	<u>31.12.1999</u>	<u>31.12.1998</u>
C A M Adlington	3350	NIL	1	NIL
M A Grant	3350	NIL	1	1
D R E Hodges	3350	NIL	1	NIL
R D Lightfoot	3350	NIL	1	1
	====	====	====	====

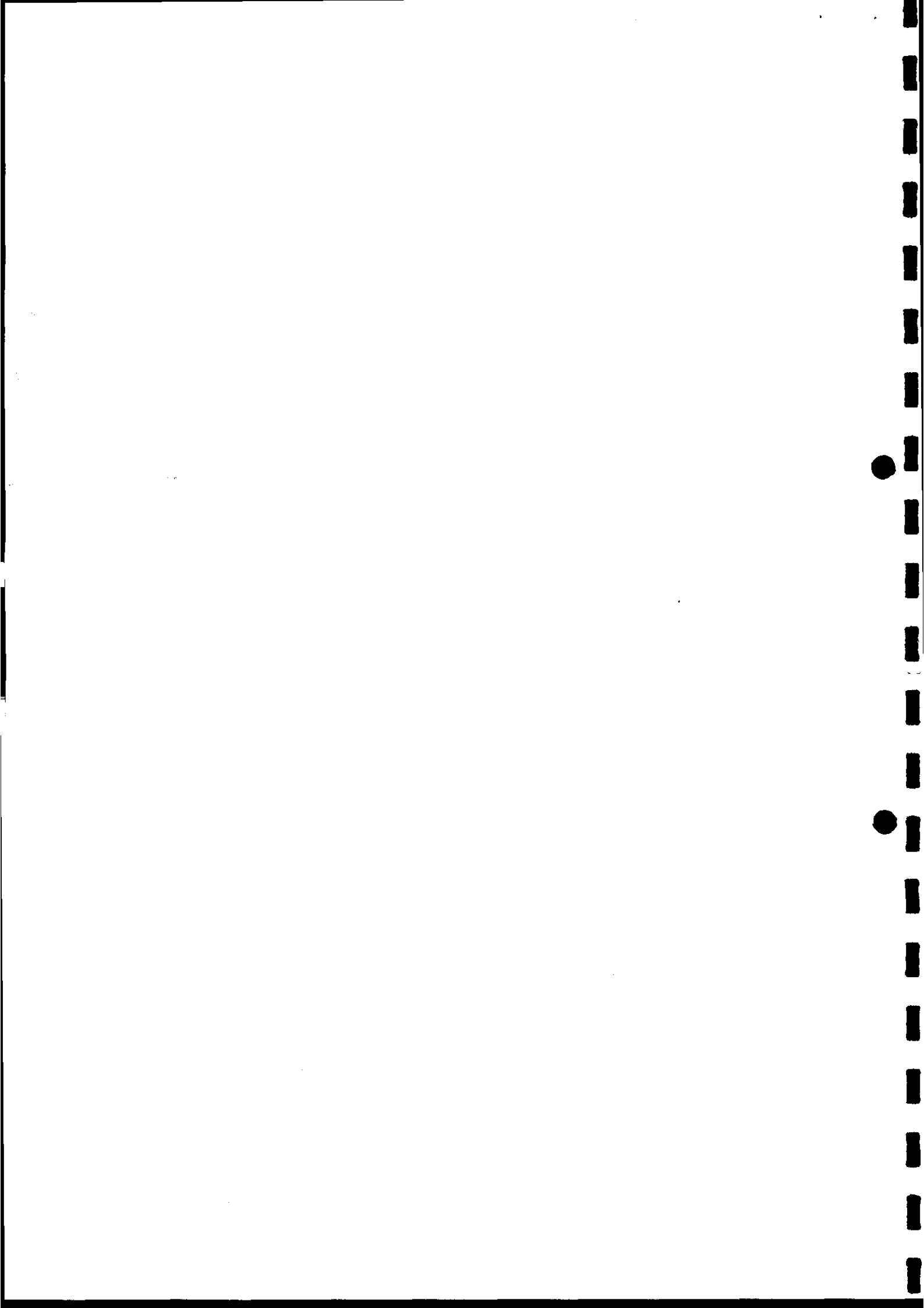
SHARES

On 2nd August 1999 there were issued at par 6 'A' ordinary shares and 33500 'B' ordinary shares.

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 these financial statements, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.



CHLA LIMITED

31st DECEMBER 1999

REPORT OF THE DIRECTORS - Continued

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.

AUDITORS

W Wormald & Co Limited have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act it is proposed that they be re-appointed auditors to the Company for the ensuing year.

SMALL COMPANY RULES

These accounts have been prepared in accordance with the provisions of Part VIII of the Companies Act 1985 relating to small companies.

By Order of the Board

A handwritten signature in black ink, appearing to read 'M. A. Grant', with a long, sweeping underline that extends to the right.

M A GRANT - Secretary

REPORT OF THE AUDITORS

TO THE MEMBERS OF

CHLA LIMITED

We have audited the financial statements on pages 5 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective Responsibilities of Directors and Auditors

As described on page 2 the Company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of Opinion

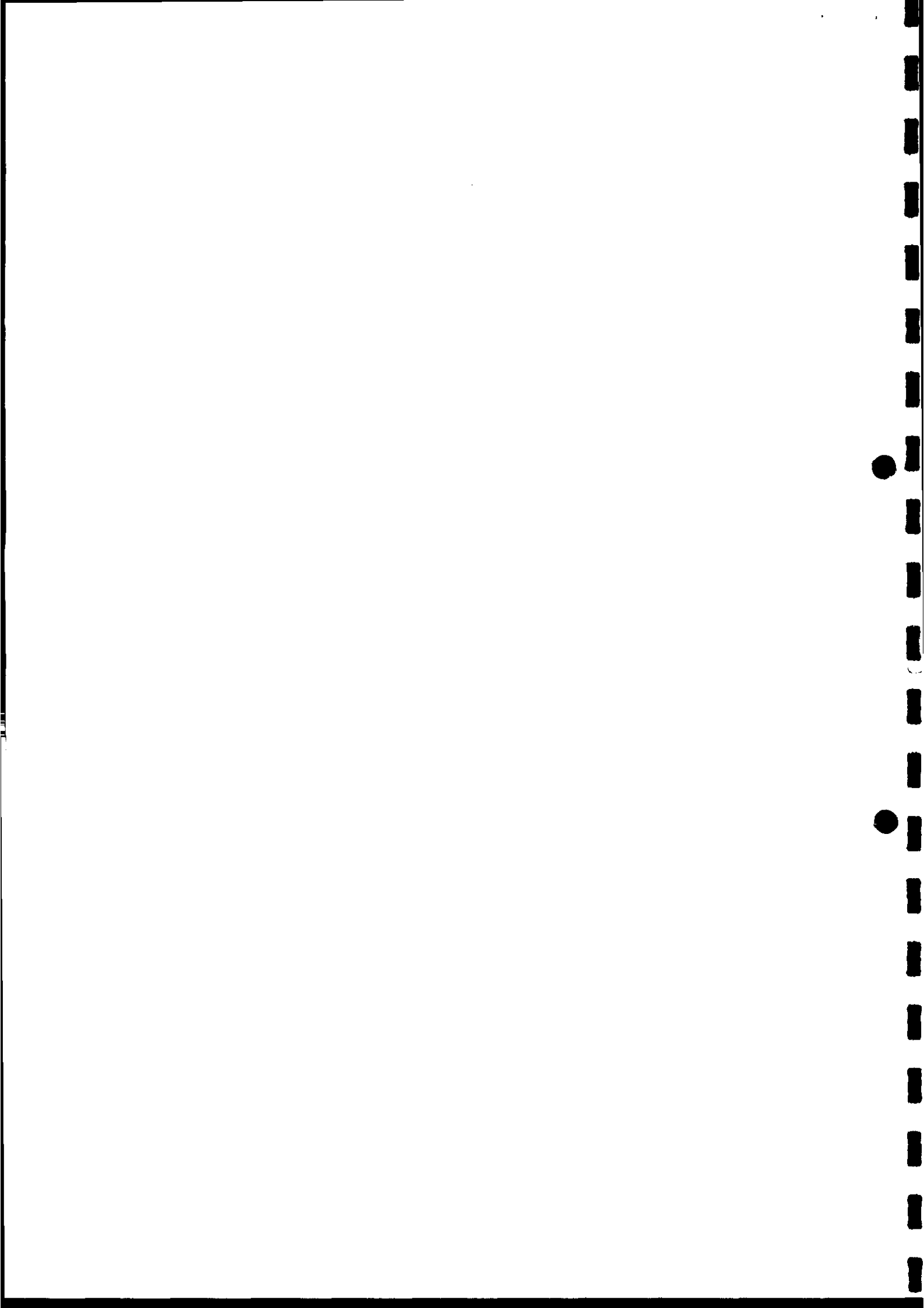
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 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 December 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

W WORMALD & CO LTD
Chartered Accountants & Registered Auditor
Equitable House
1 Ashford Road
Maidstone
Kent ME14 5BJ



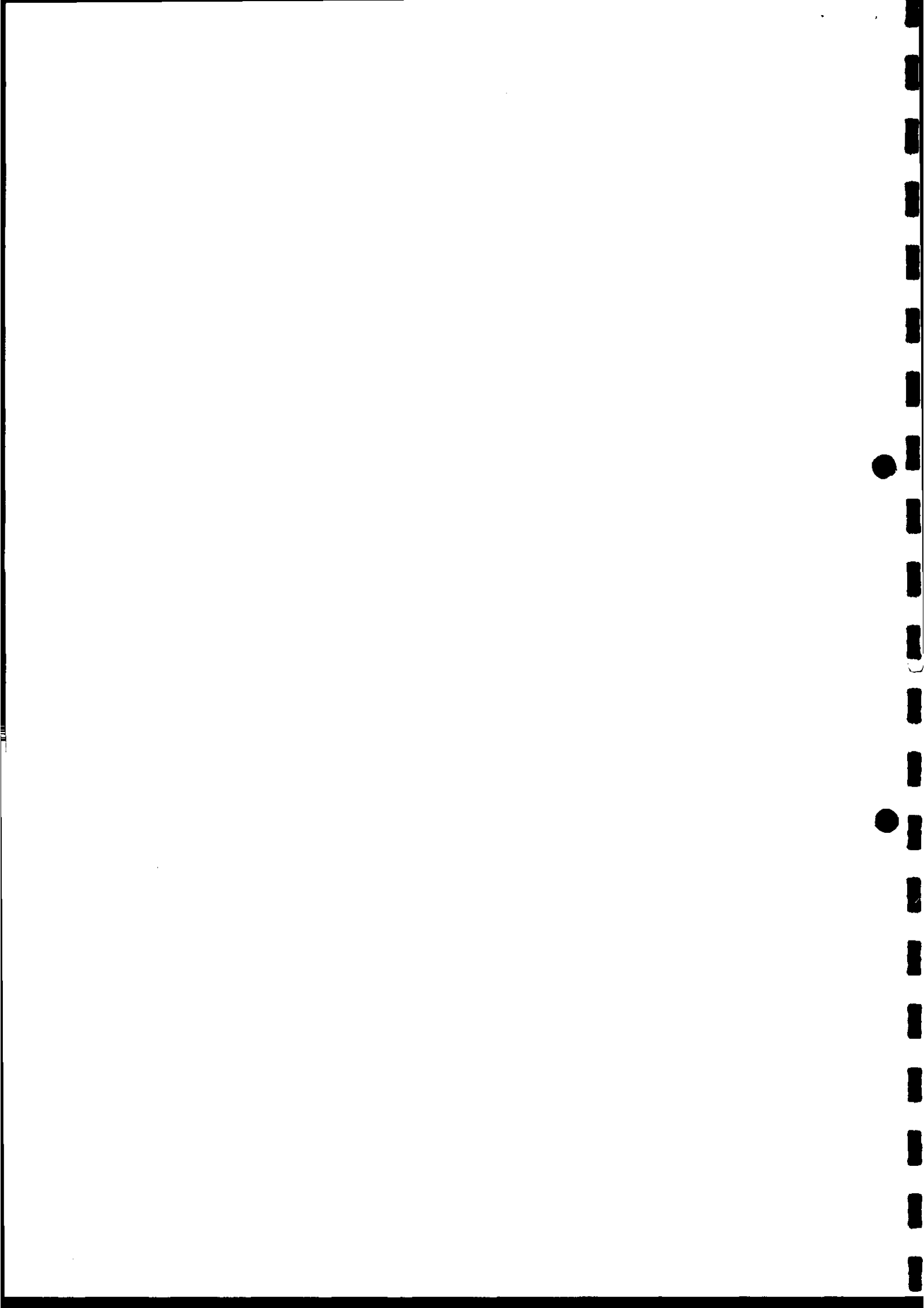
CHLA LIMITED

REVENUE ACCOUNT

YEAR TO 31st DECEMBER 1999

	<u>Note</u>	<u>Year to</u> <u>31.12.1999</u>	<u>2.1.1998 to</u> <u>31.12.1998</u>
		£	£
INCOME			
Rentals receivable		1,575	1,575
Less: Rentals payable	150		150
Agents costs	283		278
	—	433	428
		—	—
		1,142	1,147
INTEREST AND SIMILAR INCOME			
Interest received		29	21
		—	—
		1,171	1,168
MANAGEMENT EXPENSES	5	18	15
		—	—
NET INCOME BEFORE TAXATION		1,153	1,153
TAXATION	6	234	242
		—	—
NET INCOME AFTER TAXATION		919	911
Brought forward		911	-
		—	—
Carried forward		<u>£1,830</u>	<u>£911</u>

There are no recognised income or gains other than disclosed in the revenue account.



CHLA LIMITED

BALANCE SHEET

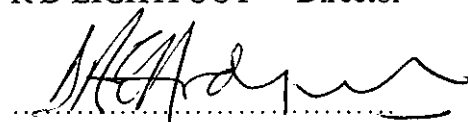
AT 31st DECEMBER 1999

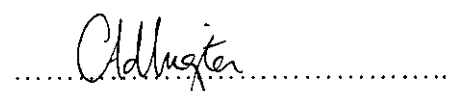
	<u>Note</u>	<u>1999</u>	<u>1998</u>
		£	£
FIXED ASSETS — Tangible	2	37,620	37,620
CURRENT ASSETS			
Bank balances		3,447	2,504
Less: CREDITORS - amounts falling due within twelve months	3	1,237	1,213
NET CURRENT ASSETS		<u>2,210</u>	<u>1,291</u>
ASSETS, net of creditors due within twelve months		<u>39,830</u>	<u>38,911</u>
CREDITORS: Amounts falling due after one year	7	4,492	37,998
ISSUED SHARE CAPITAL	4	33,508	2
PROFIT AND LOSS ACCOUNT			
Net revenue surplus		<u>1,830</u>	<u>911</u>
		<u>39,830</u>	<u>38,911</u>

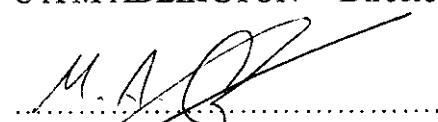
These accounts have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

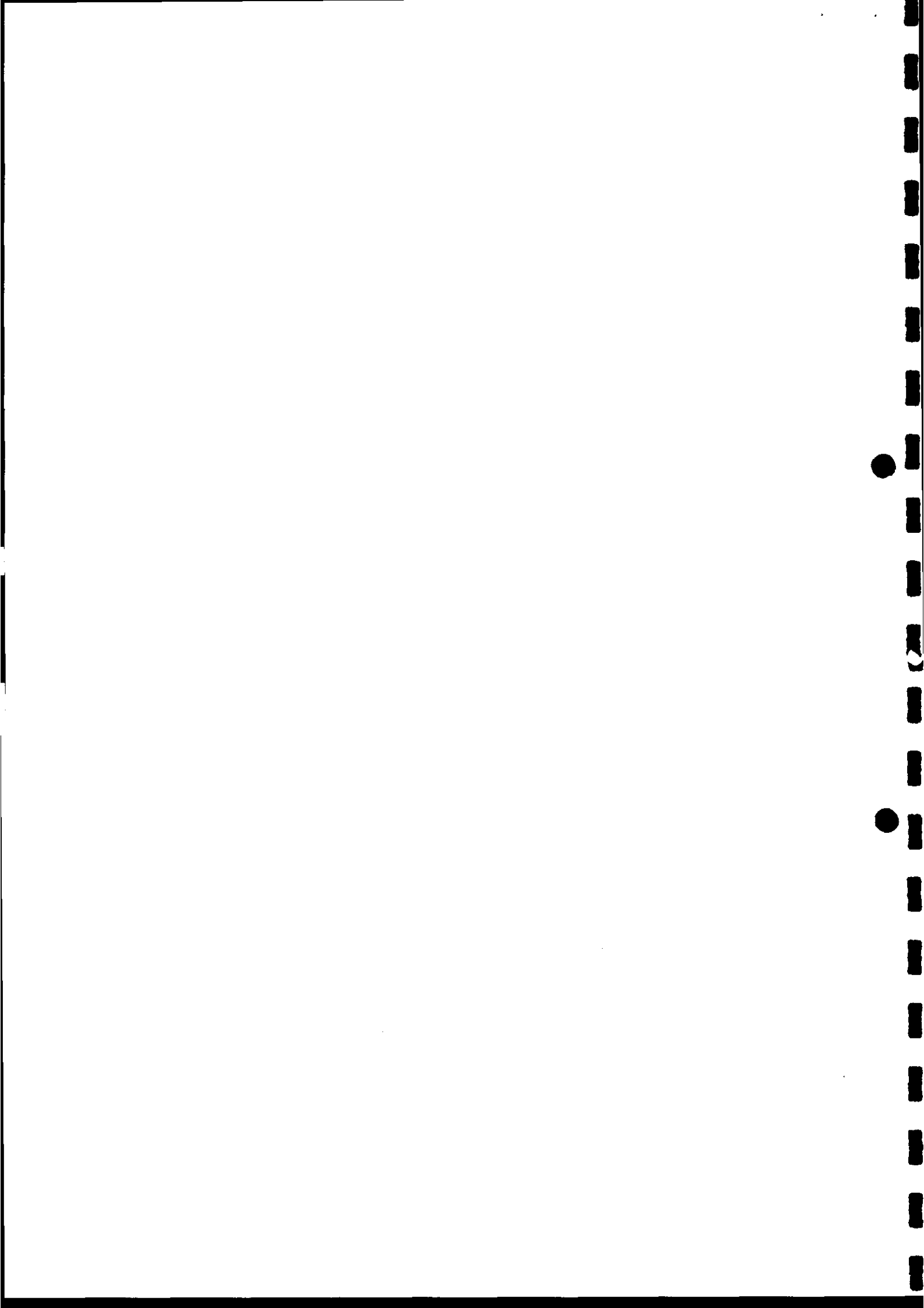
Approved by the Board on


.....
R D LIGHTFOOT — Director


.....
D R E HODGES — Director


.....
C A M ADLINGTON — Director


.....
M A Grant — Director



CHLA LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR TO 31st DECEMBER 1999

1. ACCOUNTING POLICIES

The financial statements have been prepared using the historical cost convention.

FIXED ASSETS AND AMORTISATION

Tangible fixed assets have been included at cost, and no amortisation provided in respect thereof.

TAXATION

Taxation has been provided at the current rate in respect of assessable profits.

2. FIXED ASSETS - Tangible

	<u>1999</u>	<u>1998</u>
Leasehold property at cost	£37,620	£37,620

3. CREDITORS: Amounts falling due within twelve months

	<u>1999</u>	<u>1998</u>
Creditors	1,003	971
Taxation	234	242
	<u>£1,237</u>	<u>£1,213</u>

4. SHARE CAPITAL

	<u>1999</u>	<u>1998</u>
Authorised:		
19 'A' ordinary shares	19	19
63,650 'B' non-voting £1 shares	63,650	63,650
	<u>£63,669</u>	<u>£63,669</u>
Issued and fully paid:		
8 'A' ordinary £1 shares	£8	£2
33,500 'B' ordinary £1 shares	£33,500	NIL

On 2nd August 1999 there were issues at par 6 'A' ordinary £1 shares and 33,500 'B' ordinary £1 shares fully paid

CHLA LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR 31st DECEMBER 1999

5. MANAGEMENT EXPENSES

	<u>1999</u>	<u>1998</u>
Audit fee	NIL	NIL
Directors remuneration	NIL	NIL
Other costs	£18	£15
	<u> </u>	<u> </u>

6. TAXATION

	<u>1999</u>	<u>1998</u>
Corporation tax at effective rate of 20.25% (1998 : 21%)	£234	£242
	<u> </u>	<u> </u>

**7. CREDITORS: Amounts falling due after
one year**

	<u>1999</u>	<u>1998</u>
Loan funds without stipulation as to interest or repayment	£4,492	£37,998
	<u> </u>	<u> </u>

