

1321490 (England)
4272/D35

DELBONNY LIMITED

Directors' Report and Financial Statements
for the year ended 31 March 1995

**ACCOUNTS FOR
REGISTRAR**



DELBOUNTY LIMITED

Company Information

Directors	A.M. McLaughlin S.A. Khan
Secretary	S.A. Khan
Company Number	1321490 (England)
Registered Office	Parkway House Sheen Lane East Sheen London SW14 8LS
Auditors	Cavendish & Co Certified Accountants Registered Auditors 18 Queen Anne Street London W1M 0HB
Business Address	Parkway House Sheen Lane East Sheen London SW14 8LS
Bankers	Bank of Scotland plc West End Office St. James's Gate 14-16 Cockspur Street London SW1Y 5BL

DELBOUNTY LIMITED

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DELBOUNTY LIMITED

Directors' Report for the year ended 31 March 1995

The directors present their report and the financial statements for the year ended 31 March 1995.

Principal Activities and Review of the Business

The principal activity of the company in the year under review was property development and investment.

The directors consider the results achieved and the state of the company's affairs at the year end to be satisfactory.

Results and Dividends

The results for the year are set out on page 4.

The directors do not recommend payment of a dividend.

It is proposed that the retained profit of £242,875 is transferred to reserves.

Fixed Assets

The significant changes in fixed assets during the year are explained in note 7 to the financial statements.

Directors and their Interests

The directors who served during the year and their interests in the company were as stated below.

	Class of share	Number of shares	
		1995	1994
A.M. McLaughlin	Ordinary shares	377	377
S.A. Khan	Ordinary shares	-	-

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Cavendish & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

DELBOUNTY LIMITED

Directors' Report for the year ended 31 March 1995 (continued)

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 those 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 the going concern basis unless it is inappropriate to presume that the company will continue in business.

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.

This report was approved by the Board on *5th December, 1995*



S.A. Khan
Secretary

DELBOUNTY LIMITED

**Auditors' Report
to the shareholders of Delbounty Limited**

We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

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 and 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 31 March 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Cavendish & Co
Certified Accountants
Registered Auditors
18 Queen Anne Street
London W1M 0HB

Date : 6/12/95

DELBOUNTY LIMITED

**Profit and Loss Account
for the year ended 31 March 1995**

	Notes	1995 £	1994 £
Turnover	2	-	170,000
Cost of sales		(25,184)	(152,064)
Gross loss		<u>(25,184)</u>	<u>17,936</u>
Other operating costs		(251,137)	(277,224)
Administrative expenses		(159,745)	(175,694)
Other operating income		1,028,640	930,146
Operating profit	3	<u>592,574</u>	<u>495,164</u>
Other interest receivable and similar income	4	1,709	2,450
Interest payable and similar charges	5	(231,581)	(223,865)
Profit on ordinary activities before taxation		<u>362,702</u>	<u>273,749</u>
Tax on profit on ordinary activities	6	(119,827)	(84,274)
Profit for the year	14	<u>£ 242,875</u>	<u>£ 189,475</u>

There are no recognised gains and losses other than those passing through the profit and loss account.

DELBOUNTY LIMITED

Balance Sheet
as at 31 March 1995

	Notes	1995	1994
		£	£
Fixed Assets			
Tangible assets	7	6,473,155	6,503,918
Current Assets			
Stocks	8	562,725	360,225
Debtors	9	39,215	38,208
Cash at bank and in hand		100	100
		<u>602,040</u>	<u>398,533</u>
Creditors: amounts falling due within one year	10	<u>(1,346,511)</u>	<u>(1,567,566)</u>
Net Current Liabilities		<u>(744,471)</u>	<u>(1,169,033)</u>
Total Assets Less Current Liabilities		<u>5,728,684</u>	<u>5,334,885</u>
Creditors: amounts falling due after more than one year	11	<u>(3,123,119)</u>	<u>(2,972,195)</u>
		<u>£2,605,565</u>	<u>£2,362,690</u>
Capital and Reserves			
Called up share capital	13	379	379
Share premium account		1,637,414	1,637,414
Profit and loss account	14	967,772	724,897
Shareholders' Funds (equity interests)	15	<u>£2,605,565</u>	<u>£2,362,690</u>

The financial statements were approved by the Board on *5. th. December 1995*

A.M. McLAUGHLIN
Director



S.A. KHAN
Director



DELBOUNTY LIMITED

**Notes to the Financial Statements
for the year ended 31 March 1995**

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Nil	
Plant and machinery	-	10 %	Straight line
Fixtures, fittings and equipment	-	25 %	Straight line
Motor vehicles	-	20 %	Straight line

No depreciation is provided in respect of freehold and long leasehold properties.

1.3 Stock

Stock is valued at the lower of cost and net realisable value.

1.4 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

DELBOUNTY LIMITED

**Notes to the Financial Statements
for the year ended 31 March 1995**

3. Operating Profit	1995	1994
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	29,323	29,766
Auditors' remuneration	2,938	2,350
and after crediting:		
Rents receivable	1,025,926	926,986
	<u> </u>	<u> </u>
4. Other Interest Receivable and Similar Income	1995	1994
	£	£
Bank interest received	1,709	886
Other interest received	-	1,564
	<u> </u>	<u> </u>
	£ 1,709	£ 2,450
	<u> </u>	<u> </u>
5. Interest Payable	1995	1994
	£	£
On bank loans and overdrafts	18,740	9,754
On loans repayable after 5 years	212,841	214,111
	<u> </u>	<u> </u>
	£ 231,581	£ 223,865
	<u> </u>	<u> </u>
6. Taxation	1995	1994
	£	£
U.K. Current year taxation		
U.K. Corporation tax at 33% (1994 - 33%)	107,326	84,274
Prior years		
U.K. Corporation tax	12,501	-
	<u> </u>	<u> </u>
	£ 119,827	£ 84,274
	<u> </u>	<u> </u>

DELBOUNTY LIMITED

**Notes to the Financial Statements
for the year ended 31 March 1995**

7. Tangible Assets

	Land and buildings Freehold	Land and buildings Leasehold (long)	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 April 1994	6,203,714	187,237	250,000	26,258	42,995	6,710,204
Disposals	(1,440)	-	-	-	(42,995)	(44,435)
At 31 March 1995	<u>6,202,274</u>	<u>187,237</u>	<u>250,000</u>	<u>26,258</u>	<u>-</u>	<u>6,665,769</u>
Depreciation						
At 1 April 1994	-	-	150,000	13,291	42,995	206,286
On disposals	-	-	-	-	(42,995)	(42,995)
Charge for year	-	-	25,000	4,323	-	29,323
At 31 March 1995	<u>-</u>	<u>-</u>	<u>175,000</u>	<u>17,614</u>	<u>-</u>	<u>192,614</u>
Net book values						
At 31 March 1995	<u>£6,202,274</u>	<u>£ 187,237</u>	<u>£ 75,000</u>	<u>£ 8,644</u>	<u>£ -</u>	<u>£6,473,155</u>
At 31 March 1994	<u>£6,203,714</u>	<u>£ 187,237</u>	<u>£ 100,000</u>	<u>£ 12,967</u>	<u>£ -</u>	<u>£6,503,918</u>

The company's investment properties have not been included in the balance sheet at their open market value as is required by the Statement of Standard Accounting Practice No. 19.

8. Stocks

	1995 £	1994 £
Properties	<u>562,725</u>	<u>360,225</u>

9. Debtors

	1995 £	1994 £
Trade debtors	6,657	4,978
Other debtors	32,558	32,558
Prepayments and accrued income	-	672
	<u>£ 39,215</u>	<u>£ 38,208</u>

DELBOUNTY LIMITED

**Notes to the Financial Statements
for the year ended 31 March 1995**

10. Creditors: amounts falling due within one year	1995 £	1994 £
Bank overdraft (secured)	336,142	252,927
Trade creditors	71,132	198,951
Corporation tax	140,826	117,775
Other taxes and social security costs	5,866	5,826
Directors' current accounts	504,328	482,020
Other creditors	127,816	107,816
Accruals and deferred income	160,401	402,251
	<u>£1,346,511</u>	<u>£1,567,566</u>

The bank overdraft is secured by a charge over the company's properties and a debenture creating a fixed and floating charge over the company's assets.

11. Creditors: amounts falling due after more than one year	1995 £	1994 £
Loans		
Wholly repayable within five years	3,250,935	3,080,011
Included in current liabilities	(127,816)	(107,816)
	<u>£3,123,119</u>	<u>£2,972,195</u>

Building society loans repayable by :-

December 2009 at interest of 1% over LIBOR	£1,523,119
September 2001 at interest of 1.5% over LIBOR	£1,000,000

The building society loans are secured by first legal charges over the company's freehold properties and a floating charge over the company's assets. In addition there are interest free loans totalling £600,000 from the directors.

12. Pension Costs

The company operates a defined contribution pension scheme which does not guarantee a minimum level of benefits. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

DELBOUNTY LIMITED

**Notes to the Financial Statements
for the year ended 31 March 1995**

13. Share Capital	1995	1994
	£	£
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
379 Ordinary shares of £1 each	<u>379</u>	<u>379</u>
14. Profit And Loss Account	1995	1994
	£	£
Retained profits at 1 April 1994	724,897	535,422
Retained profit for the year	<u>242,875</u>	<u>189,475</u>
Retained profits at 31 March 1995	<u>£ 967,772</u>	<u>£ 724,897</u>
15. Reconciliation of Movements in Shareholders' Funds	1995	1994
	£	£
Profit for the financial year	242,875	189,475
Opening shareholders' funds	<u>2,362,690</u>	<u>2,173,215</u>
Closing shareholders' funds	<u>£2,605,565</u>	<u>£2,362,690</u>

16. Contingent Liabilities

There is a contingent liability in respect of corporation tax on chargeable gains which would become payable if the properties were disposed of at the current book values.

DELBOUNTY LIMITED

Notes to the Financial Statements
for the year ended 31 March 1995

17. Directors' Emoluments	1995 £	1994 £
Remuneration	<u>41,300</u>	<u>72,864</u>
Emoluments disclosed above (excluding pension contributions) include amounts paid to:		
The chairman and the highest-paid director	<u>£ 25,000</u>	<u>£ 25,000</u>
Other directors' emoluments (excluding pension contributions) were in the following ranges:		
£15,001 - £20,000	<u>Number</u> -	<u>Number</u> 1
18. Employees		
Number of employees		
The average weekly number of employees (including directors) during the year was:		
	1995 Number	1994 Number
Administration	<u>3</u>	<u>3</u>
Employment costs		
	£	£
Wages and salaries	45,000	40,417
Social security costs	5,403	4,203
Other pension costs	25,900	32,447
	<u>£ 76,303</u>	<u>£ 77,067</u>