

**HARAS INVESTMENTS LIMITED**

**Report and Financial Statements**

**31 March 2000**

**Deloitte & Touche  
Leda House  
Station Road  
Cambridge CB1 2RN**

**( - 24/01/01)  
AC02hil4**



**REPORT AND FINANCIAL STATEMENTS 2000**

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**DIRECTOR'S REPORT**

The director presents his annual report and the audited financial statements for the year ended 31 March 2000.

**ACTIVITIES**

The principal activities of the company have been the making and holding of investments. Since the year end there have been no changes in its activities.

**REVIEW OF DEVELOPMENTS**

During the year the company continued its principal activities.

At present, there are no plans to extend the scope of its operations.

**DIVIDENDS**

The director recommends the declaration of a dividend of £77 on the 7% preference shares of £1.

**DIRECTOR AND HIS INTERESTS**

Mr J H Williamson was sole director of the company throughout the year and at no time had any interest in the share capital of the company.

Mr J H Williamson's interest in the share capital of Cadastra Limited, the ultimate parent company of the group, is shown in the directors' report of that company.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

Company law requires the director to prepare financial statements for each financial year 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 the profit or loss of the company for that period. In preparing those financial statements, the director is 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act. He is 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.

Approved by the Director  
and signed on his behalf

**for CADASTRA LIMITED**

Secretary

  
**DIRECTOR/SECRETARY**

Leda House  
Station Road  
Cambridge CB1 2RN

## **HARAS INVESTMENTS LIMITED**

### **AUDITORS' REPORT TO THE MEMBERS**

We have audited the financial statements on pages 3 to 7 which have been prepared under the accounting policies set out on page 5.

#### **Respective responsibilities of the director and auditors**

As described on page 1 the company's director is responsible for the preparation of financial statements, which are required to be prepared in accordance with applicable United Kingdom law and accounting standards. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

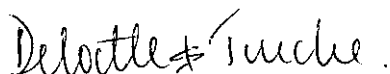
#### **Basis of opinion**

We conducted our audit in accordance with United Kingdom 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 director 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 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Chartered Accountants and  
Registered Auditors

26.1.2001

**PROFIT AND LOSS ACCOUNT**  
**Year ended 31 March 2000**

	Note	2000 £	1999 £
Bank interest receivable		17,408	20,736
Income from fixed asset investments		13,200	14,425
Surplus on disposal of gilts		723	-
Tax repayment supplement		34	35
Administration costs		(15,000)	-
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>16,365</b>	<b>35,196</b>
Tax on profit on ordinary activities	2	3,122	-
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b>13,243</b>	<b>35,196</b>
Dividends	5	77	77
<b>PROFIT FOR THE YEAR TRANSFERRED TO RESERVES</b>		<b>13,166</b>	<b>35,119</b>

All amounts derive from continuing operations.

There are no recognised gains and losses other than as shown in the profit and loss account. Accordingly, no separate statement of total recognised gains and losses is given.

**STATEMENT OF MOVEMENTS ON RESERVES**  
**Year ended 31 March 2000**

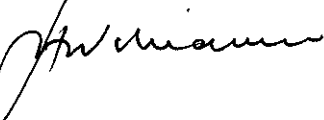
	Profit and loss account £
At 1 April 1999	1,271,146
Profit for the year	13,166
At 31 March 2000	1,284,312

BALANCE SHEET  
31 March 2000

	Note	2000 £	1999 £
<b>FIXED ASSETS</b>			
Investments	6	110,000	119,277
<b>CURRENT ASSETS</b>			
Debtors :			
Amount due from parent company		792,808	812,808
Amount due from fellow subsidiary company:			
falling due within one year		2,940	2,940
falling due after more than one year		7,508,796	7,508,796
Tax recoverable		2,885	5,880
Cash at bank		370,185	329,188
		<u>8,677,614</u>	<u>8,659,612</u>
<b>CREDITORS: amounts falling due within one year</b>			
Amount due to parent company		-	5,000
Corporation tax		482	-
Dividends		1,540	1,463
		<u>2,022</u>	<u>6,463</u>
<b>NET CURRENT ASSETS</b>		<u>8,675,592</u>	<u>8,653,149</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>8,785,592</u>	<u>8,772,426</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	7	7,501,280	7,501,280
Profit and loss account		1,284,312	1,271,146
<b>TOTAL SHAREHOLDERS' FUNDS</b>		<u>8,785,592</u>	<u>8,772,426</u>
Shareholders' funds are attributable to:			
Equity shareholders' funds		8,784,387	8,771,221
Non-equity shareholders' funds		1,205	1,205
		<u>8,785,592</u>	<u>8,772,426</u>

These financial statements were approved by the Director on

Director



26 January 2001

## NOTES TO THE ACCOUNTS

Year ended 31 March 2000

## 1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

**Basis of preparing the financial statements**

The financial statements are prepared under the historical cost convention and on the basis of the company continuing as a going concern.

**Investments**

Investments held as fixed assets are stated at cost less provision for impairment in value.

## 2. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2000 £	1999 £
United Kingdom corporation tax at 20%	3,122	-

The company has unutilised agreed capital losses of £6,026,022 which are available to be carried forward and set against future profits.

## 3. DIRECTOR'S REMUNERATION

Mr J H Williamson was the sole director throughout the year. No remuneration was paid to him by the company in this year or the previous year.

## 4. AUDIT FEE

No provision for audit fee has been included in these accounts as the liability is borne by the ultimate parent company.

## 5. DIVIDENDS

	2000 £	1999 £
On non equity shares		
Proposed on the 7% preference shares	77	77

NOTES TO THE ACCOUNTS  
Year ended 31 March 2000

## 6. FIXED ASSET INVESTMENTS

	2000 £	1999 £
<b>Gilt edged stocks - listed on a recognised investment exchange</b>		
Cost and net book value		
At 1 April 1999	9,277	9,277
Redemption	(9,277)	-
At 31 March 2000	-	9,277
<b>Other loans</b>		
Cost and net book value		
At 1 April 1999 and 31 March 2000	110,000	110,000
<b>Total fixed asset investments at 31 March</b>	<b>110,000</b>	<b>119,277</b>
	2000 £	1999 £
Market value of gilt edged stocks	-	10,000

## 7. CALLED UP SHARE CAPITAL

	2000 £	1999 £
<b>Authorised</b>		
7,500,040 ordinary shares of £1 each	7,500,040	7,500,040
60 non-voting 'A' ordinary shares of £1 each	60	60
50 participating preference shares of £1 each	50	50
1,100 7% preference shares of £1 each	1,100	1,100
75 preferred preference shares of £1 each	75	75
	<b>7,501,325</b>	<b>7,501,325</b>
<b>Called up, allotted and fully paid</b>		
7,500,015 ordinary shares of £1 each	7,500,015	7,500,015
60 non-voting 'A' ordinary shares of £1 each	60	60
30 participating preference shares of £1 each	30	30
1,100 7% preference shares of £1 each	1,100	1,100
75 preferred preference shares of £1 each	75	75
	<b>7,501,280</b>	<b>7,501,280</b>

The preference shares shall rank in priority to the ordinary shares as regards Capital as well as Dividend, but shall not carry any further right to participate in the profits or assets of the company. The holders of the preference shares do not have the right to attend or vote at any General Meeting unless the meeting is convened for reducing the Capital or winding up, or sanctioning a sale or amalgamation of the company or where the proposal to be submitted to the Meeting directly affects the rights and privileges of the holders of the shares.



**NOTES TO THE ACCOUNTS**

**Year ended 31 March 2000**

**8. ULTIMATE PARENT COMPANY**

The ultimate parent company and immediate controlling party of Haras Investments Limited is Cadastra Limited, which is registered in England and Wales. Copies of the group financial statements of Cadastra Limited are available from Leda House, Station Road, Cambridge.

**9. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Mr J H Williamson.

**10. RELATED PARTY DISCLOSURES**

The company is exempt from disclosing details of transactions with its ultimate parent company, Cadastra Limited, together with its subsidiaries, because copies of Cadastra Limited group financial statements are available at Leda House, Station Road, Cambridge.