

BASTION PRODUCTS LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1985

COHEN ARNOLD & CO  
CHARTERED ACCOUNTANTS  
LONDON W1



BASTION PRODUCTS LIMITED

REPORT OF THE DIRECTORS

The Directors have pleasure in presenting the Annual Report together with the audited Accounts of the Company for the year ended 31st March 1985.

Business Review:

The principal activity of the Company is Property Trading: there has been no significant change in the nature of the Company's business activities during the year under review.

The financial results of the Company's activities for the year ended 31st March 1985 are fully reflected in the attached Accounts with the Notes thereon.

The Directors do not recommend the payment of a dividend for the year under review.

Directors and Directors' Shareholdings:

Throughout the year Mr B S E Freshwater and Mr D Davis have been the Directors of the Company.

The whole of the Issued Share Capital of the Company is owned by The Raphael Freshwater Memorial Association Limited, a Company registered in Great Britain and incorporated in England for charitable purposes, of which Mr B S E Freshwater and Mr D Davis are Governors.

Auditors:

A resolution will be proposed at the Annual General Meeting that Messrs Cohen Arnold & Co are to be reappointed Auditors of the Company and that their remuneration to be determined by agreement with the Directors.

BY ORDER OF THE BOARD



.....  
Secretary

Dated this 5th September 1985

AUDITORS' REPORT TO THE MEMBERS

- OF -

BASTION PRODUCTS LIMITED

We have audited the annexed Financial Statements in accordance with approved auditing standards.

In our opinion, these Financial Statements which have been prepared under the historical cost convention, give a true and fair view of the state of affairs of the Company at 31st March 1985 and of the Profit and Source and Application of Funds for the year to that date, and they also comply with the Companies Act 1985.

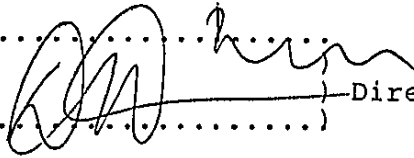
London

12th September 1985

Cohen Arnold & Co  
Chartered Accountants

BASTION PRODUCTS LIMITED

BALANCE SHEET AS AT 31ST MARCH 1985

				1984	
	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>Fixed Assets</u>					
Tangible Assets	4		1		1
Investment in Subsidiaries at Cost	10		200		200
<u>Current Assets</u>					
Properties held for Trading		360,857		364,397	
Debtors	5	426,020		404,346	
Cash at Bank		-		975	
		<u>786,877</u>		<u>769,718</u>	
Creditors: Amounts Falling Due Within One Year	6	<u>(759,207)</u>		<u>(753,855)</u>	
<u>Net Current Assets</u>			27,670		15,863
			<u>27,871</u>		<u>16,064</u>
Creditors: Amounts Falling Due After One Year	7		80,929		87,390
<u>Net Liabilities</u>			<u>£(53,058)</u>		<u>£(71,326)</u>
<u>Capital and Reserves</u>					
Called-up Share Capital	8		100		100
Reserves	9		<u>(53,158)</u>		<u>(71,426)</u>
			<u>£(53,058)</u>		<u>£(71,326)</u>
<div>  </div> <div> .....) Directors </div>					
The Accounts were approved by the Directors on 5th September 1985. The attached Notes form part of these Accounts.					

BASTION PRODUCTS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 1985

				<u>1984</u>	
	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Rent and Charges Receivable			64,353		90,471
<u>Less:-</u>					
Property Outgoings			35,623		64,207
			<u>28,730</u>		<u>26,264</u>
Property Sales		35,450		30,000	
Cost of Sales		<u>6,515</u>	<u>28,935</u>	<u>6,570</u>	<u>23,430</u>
			57,665		49,694
<u>Deduct:-</u>					
Administrative Expenses	2	14,602		20,018	
Interest Payable	3	<u>29,795</u>	<u>44,397</u>	<u>30,335</u>	<u>50,353</u>
<u>Profit/(Loss) for the</u>					
<u>Financial Year</u>			<u>£13,268</u>		<u>£ (659)</u>

The attached Notes form part of these Accounts.

BASTION PRODUCTS LIMITED

NOTES TO THE 1985 ACCOUNTS

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in the preparation of the Company's Accounts..

a) Basis of Accounting:

The Accounts have been prepared under Historical Cost Convention.

b) Disposals are considered to have taken place at the date of legal completion.

c) Properties for trading are stated at the lower of cost and net realisable value.

d) Group Accounts have not been prepared as the Company is a Wholly Owned Subsidiary of another body incorporated in the United Kingdom.

2. ADMINISTRATIVE EXPENSES

	<u>1985</u>	<u>1984</u>
	<u>£</u>	<u>£</u>
Auditors' Remuneration	3,162	3,737
General Expenses	(20)	51
Office Accommodation	11,000	16,000
Legal and Professional Fees	460	230
	<u>£14,602</u>	<u>£20,018</u>

3. INTEREST PAYABLE AND RELATED COSTS

	<u>1985</u>	<u>1984</u>
	<u>£</u>	<u>£</u>
Mortgage Interest	11,263	11,594
Bank Overdrafts repayable within one year	880	786
Loan Interest	17,000	17,100
Interest on overdue tax	652	855
	<u>£29,795</u>	<u>£30,335</u>

BASTION PRODUCTS LIMITED

NOTES TO THE 1985 ACCOUNTS

- 2 -

4.	<u>TANGIBLE FIXED ASSETS</u>	<u>1985</u>	<u>1984</u>
		<u>£</u>	<u>£</u>
	Furniture and Fittings at 31st March 1985	1,750	1,750
	Depreciation at 31st March 1985	1,749	1,749
		<u>£ 1</u>	<u>£ 1</u>

5.	<u>DEBTORS</u>	<u>1985</u>	<u>1984</u>
		<u>£</u>	<u>£</u>
	Loan Debtor	320,077	320,077
	Rent and Service Charges due	55,363	79,802
	Amount due from Fellow Subsidiary Company	48,000	-
	Amount Due from Jointmem Investments Limited	1,169	-
	Other Debtors	1,411	4,467
		<u>£426,020</u>	<u>£404,346</u>

The Loan Debtor relates to amounts due from the estate of a former Director and his widow. The amount is interest free and repayable on demand.

6.	<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	<u>1985</u>	<u>1984</u>
		<u>£</u>	<u>£</u>
	Rent and Services Charges in Advance	1,689	1,149
	Taxation	10,230	11,727
	Bank Overdraft (Secured)	5,080	-
	Loan Creditors	-	286,009
	Amount due to Parent Company	711,491	-
	Amount due to Subsidiary Companies	21,350	21,350
	Amount due to Freshwater Property Management Limited	-	425,483
	Other Creditors	9,367	8,137
		<u>£759,207</u>	<u>£753,855</u>

# BASTION PRODUCTS LIMITED

## NOTES TO THE 1985 ACCOUNTS

- 3 -

7. CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

	<u>1985</u>	<u>1984</u>
<u>Interest Rate</u>	<u>£</u>	<u>£</u>
Mortgages      13.75%	<u>£80,929</u>	<u>£87,390</u>

8. SHARE CAPITAL

	<u>1985</u>	<u>1984</u>
<u>Authorised:</u>		
100 Ordinary Shares of £1 each	<u>£100</u>	<u>£100</u>
<u>Issued and Fully Paid:</u>		
100 Ordinary Shares of £1 each	<u>£100</u>	<u>£100</u>

9. RESERVES

	<u>£</u>
At 1st April 1984	(71,426)
Amount Recovered on loan previously written off	5,000
Profit for Year	<u>13,268</u>
Reserves at 31st March 1985	<u>£(53,158)</u>

10. Investment in Subsidiary Companies

	<u>£</u>
Shares at Cost	4,802
<u>Less:- Provision for Losses</u>	<u>4,602</u>
	<u>£ 200</u>

11. The Company has given an unlimited guarantee in respect of bank overdraft facilities granted to Connected Companies which at 31st March 1985 amounted to £59,099 (1984 - £232,324).

12. ~~Pursuant~~ <sup>Subsequent</sup> to the Balance Sheet date the Company disposed of one of its properties with a book value of £260,000 for a sum of £2,500,000.

13. The Company's Holding Company is The Raphael Freshwater Memorial Association Limited, a Company incorporated in England.



BASTION PRODUCTS LIMITED

SOURCE AND APPLICATION OF FUNDS

FOR THE YEAR ENDED 31ST MARCH 1985

	<u>1985</u>		<u>1984</u>	
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>Source of Funds</u>				
Sale of Trading Properties		34,540		28,550
Monies received from Debtor		5,000		-
Operations other than Property Sales:				
Profit/(Loss) before Taxation	13,268		(659)	
Profit from Property Sales (dealt with separately above)	(28,935)	(15,667)	(23,430)	(24,089)
		<u>£ 23,873</u>		<u>£ 4,461</u>
<u>Application of Funds</u>				
Property Acquisition		2,066		4,540
Reduction in Mortgages		6,461		1,598
		<u>8,527</u>		<u>6,138</u>
<u>Movements in Net Working Capital</u>				
Increase/(Decrease) in Current Assets	(27,495)		43,772	
Increase in Current Liabilities	(274)	(27,769)	(50,696)	(6,924)
		<u>(19,242)</u>		<u>(786)</u>
<u>Movement in Net Liquid Funds</u>				
(Increase)/Decrease in Bank Overdraft	(5,080)		11,445	
(Reduction)/Increase in Bank Balance	(975)		975	
Reduction in Amounts due to Connected Companies	49,170	43,115	(7,173)	5,247
		<u>£23,873</u>		<u>£ 4,461</u>