

**WELLFIRM LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE**  
**YEAR ENDED 31 MARCH 2004**

**COMPANY REGISTRATION NUMBER 472779**



**COHEN ARNOLD & CO.**  
Chartered Accountants  
New Burlington House  
1075 Finchley Road  
LONDON NW11 0PU

**WELLFIRM LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2004**

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**WELLFIRM LIMITED**  
**OFFICERS AND PROFESSIONAL ADVISERS**

**THE BOARD OF DIRECTORS**

Mr B S E Freshwater  
Mr D Davis

**COMPANY SECRETARY**

M R M Jenner F.C.I.S

**REGISTERED OFFICE**

Freshwater House  
158-162 Shaftesbury Avenue  
London  
WC2H 8HR

**ACCOUNTANTS**

Cohen Arnold & Co.  
Chartered Accountants  
New Burlington House  
1075 Finchley Road  
LONDON NW11 0PU

**BANKERS**

Barclays Bank Plc  
240 Whitechapel Road  
LONDON  
E1 1BS

**WELLFIRM LIMITED**  
**THE DIRECTORS' REPORT**  
**YEAR ENDED 31 MARCH 2004**

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 March 2004.

**PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS**

The principal activity of the company during the year was Investment in Listed Securities. There has been no significant change in the nature of the Company's business activities during the year, nor is any envisaged in the immediate future.

The financial results of the company's activities for the year ended 31 March 2004 are fully reflected in the attached financial statements together with the notes thereon.

The directors do not recommend the payment of a dividend for the year under review (2003 - £1,250).

**DIRECTORS**

The directors who served the company during the year were as follows:

Mr B S E Freshwater  
Mr D Davis

Mr B S E Freshwater and Mr D Davis held a non-beneficial interest in certain of the ordinary shares in the company.

**CLOSE COMPANY PROVISIONS**

In the opinion of the directors, the company is a close company within the meaning of S.414 Income and Corporation Taxes Act, 1988 (as amended).

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed on behalf of the directors



**M R M Jenner**  
**Secretary**

Approved by the directors on **11 OCT 2004**

**WELLFIRM LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 MARCH 2004**

	Note	2004 £	2003 £
Administrative expenses		(958)	(943)
Other operating income	2	<u>37,518</u>	<u>35,472</u>
<b>OPERATING PROFIT</b>		<b>36,560</b>	<b>34,529</b>
Interest payable		(6)	(7)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u><b>36,554</b></u>	<u><b>34,522</b></u>
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		<u><b>36,554</b></u>	<u><b>34,522</b></u>
Equity dividends paid		–	(1,250)
<b>RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		<u><b>£36,554</b></u>	<u><b>£33,272</b></u>
Balance brought forward		<u>169,486</u>	<u>136,214</u>
Balance carried forward		<u><u><b>£206,040</b></u></u>	<u><u><b>£169,486</b></u></u>

The notes on pages 6 to 7 form part of these financial statements.

**WELLFIRM LIMITED****BALANCE SHEET****31 MARCH 2004**

	Note	2004 £	£	2003 £	£
<b>FIXED ASSETS</b>					
Investments	3		58,624		58,624
<b>CURRENT ASSETS</b>					
Debtors	4	224,019		186,963	
Cash at bank		505		993	
		<u>224,524</u>		<u>187,956</u>	
<b>CREDITORS: Amounts falling due within one year</b>	5	<u>958</u>		<u>944</u>	
<b>NET CURRENT ASSETS</b>			<u>223,566</u>		<u>187,012</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>282,190</u>		<u>245,636</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	6		250		250
Other reserves			75,900		75,900
Profit and loss account			<u>206,040</u>		<u>169,486</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>£282,190</u>		<u>£245,636</u>

The Balance sheet continues on the following page.

The notes on pages 6 to 7 form part of these financial statements.

**WELLFIRM LIMITED**

**BALANCE SHEET** *(continued)*

**31 MARCH 2004**

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.


The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**11 OCT 2004**

These financial statements were approved by the directors on the ..... and are signed on their behalf by:

  
**B S E Freshwater**  
**Director**

The notes on pages 6 to 7 form part of these financial statements.

**WELLFIRM LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2004**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**Cash flow statement**

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard No. 1 "Cash flow statements".

**2. OTHER OPERATING INCOME**

	2004	2003
	£	£
Dividends Receivable from Listed Investments	<u>37,518</u>	<u>35,472</u>

**3. INVESTMENTS**

**Listed Investments**

**COST**

At 1 April 2003 and 31 March 2004	<u>58,624</u>
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**NET BOOK VALUE**

At 31 March 2004	<u>58,624</u>
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At 31 March 2003	<u>58,624</u>
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**Listed investments**

Listed investments having a net book value of £58,624 (2003 - £58,624) are held by the company and had a market value of £1,577,472 at the end of the year (2003 - £808,348).

If these investments had been sold at this value, there would have been a liability to tax of £385,000 (2003 - £157,000).



**WELLFIRM LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2004**

**4. DEBTORS**

	2004	2003
	£	£
Other debtors	<u>224,019</u>	<u>186,963</u>

Other debtors relate to amounts due from a connected company, Highdorn Co. Limited, a Company of which, Mr B.S.E. Freshwater is a director and also has a non-beneficial interest in its Share Capital. The Loan is interest free and effectively repayable on demand.

**5. CREDITORS: Amounts falling due within one year**

	2004	2003
	£	£
Other creditors	<u>958</u>	<u>944</u>

**6. SHARE CAPITAL**

**Authorised share capital:**

	2004	2003
	£	£
500 Ordinary shares of £1 each	<u>500</u>	<u>500</u>

**Allotted, called up and fully paid:**

	2004		2003
	No.	£	No.
			£
Ordinary shares of £1 each	<u>250</u>	<u>250</u>	<u>250</u>

**7. DIRECTORS' INTERESTS IN CONTRACTS**

Day-to-day management of the company is carried out by Highdorn Co.Ltd., a company in which Mr B S E Freshwater is a director and has a non-beneficial interest in its share capital.

During the year £412 (2003: £411), including VAT, was paid to Highdorn Co.Limited for the full range of management and administrative services which were charged for at normal commercial rates.

Dividends receivable from Listed Investments relate to Daejan Holdings Plc, a company in which Mr B S E Freshwater and Mr D Davis are Directors and are also interested in its share capital.