

00942557 (England and Wales)
562/M05

ACCOUNTS FOR REGISTRAR

Marksglade Limited

Directors' Report and Financial Statements
for the year ended 30th September 1995



Marksglade Limited

Company Information

Directors	Mrs S.Gwyn-Jones Mr T Gwyn-Jones Mr N C Morris
Secretary	K.Bainbridge
Company Number	00942557 (England and Wales)
Registered Office	18 Queen Anne Street London W1M OHB
Auditors	Cavendish & Company Certified Accountants Registered Auditors 18 Queen Anne Street London W1M OHB
Bankers	Lloyds Bank PLC 8-12 Blakey Road Salisbury Wiltshire SP1 2LP
Solicitors	Charles Caplin & Co First Floor 87-91 New Bond Street London W1Y 9LA

Marksglade Limited

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Marksglade Limited

Directors' Report for the year ended 30th September 1995

The directors present their report and the financial statements for the year ended 30th September 1995.

Principal Activities and Review of the Business

The principal activity of the company in the year under review was property dealing.

Turnover during the year was £85,187 . The director considers the results achieved satisfactory in the light of trading conditions and consider 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 £14,967 is transferred to reserves.

Fixed Assets

The significant changes in fixed assets during the year are explained in notes 7 and 8 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
Mrs S.Gwyn-Jones	Ordinary shares	99	99
Mr T Gwyn-Jones	Ordinary shares	1	1
Mr N C Morris	Ordinary shares	-	-

Auditors

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

Marksglade Limited

Directors' Report for the year ended 30th September 1995 (continued)

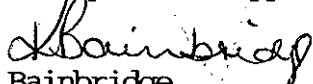
Directors' Responsibilities

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 15th July 1996


K. Bainbridge
Secretary

Marksglade Limited
Auditors' Report
to the shareholders of Marksglade Limited

We have audited the financial statements on pages 4 to 12 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 judgments 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 30th September 1995 and of its Profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Cavendish & Company
Certified Accountants
Registered Auditors

18 Queen Anne Street
London W1M 0HR

16th July 1996

Marksglade Limited

Profit and Loss Account
for the year ended 30th September 1995

	Notes	1995 £	1994 £
Turnover	2	85,187	155,249
Cost of sales		—	(83,286)
Gross profit		85,187	71,963
Administrative expenses		(119,513)	(62,786)
Other operating income		181,338	112,257
Operating profit	3	147,012	121,434
Investment income	4	—	(1)
Other interest receivable and similar income	4	—	376
Interest payable and similar charges	5	(62,529)	(44,934)
Profit on ordinary activities before taxation		84,483	76,875
Tax on profit on ordinary activities	6	(69,516)	(20,000)
Profit for the year	14	£ 14,967	£ 56,875

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

Marksglade Limited
Balance Sheet
as at 30th September 1995

	Notes	1995 £	1994 £
Fixed Assets			
Tangible assets	7	5,060	7,590
Investments	8	875	300
		<u>5,935</u>	<u>7,890</u>
Current Assets			
Stocks	9	1,191,307	788,275
Debtors	10	542,732	414,223
Cash at bank and in hand		-	17,804
		<u>1,734,039</u>	<u>1,220,302</u>
Creditors: amounts falling due within one year	11	(1,272,419)	(725,604)
Net Current Assets		<u>461,620</u>	<u>494,698</u>
Total Assets Less Current Liabilities		<u>467,555</u>	<u>502,588</u>
Creditors: amounts falling due after more than one year	12	(205,000)	(255,000)
		<u>£ 262,555</u>	<u>£ 247,588</u>
Capital and Reserves			
Called up share capital	13	100	100
Profit and loss account	14	262,455	247,488
Shareholders' Funds (equity interests)	15	<u>£ 262,555</u>	<u>£ 247,588</u>

The financial statements were approved by the Board on 15th July 1996.

Mrs S. Gwyn-Jones
Director

Mr T Gwyn-Jones
Director

S Gwyn-Jones

Marksglade Limited

Notes to the Financial Statements for the year ended 30th September 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 Turnover

Turnover represents sales of properties.

1.3 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:

Motor vehicle	-	25% Straight line
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1.4 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.5 Stock

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

1.6 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 U.K.

Marksglade Limited

Notes to the Financial Statements
for the year ended 30th September 1995

3.	Operating profit	1995 £	1994 £
	Operating profit is stated after charging:		
	Depreciation of tangible assets	2,530	2,530
	Auditors' remuneration	1,000	1,000
	and after crediting:		
	Rents receivable	181,338	112,257
		<u> </u>	<u> </u>
4.	Income from Investments and Other Interest Receivable and Similar Income	1995 £	1994 £
	Profit on disposal of unlisted investments	-	(1)
		<u> </u>	<u> </u>
	Bank interest received	-	376
		<u> </u>	<u> </u>
5.	Interest Payable	1995 £	1994 £
	On bank loans and overdrafts	41,959	32,768
	On other loans wholly repayable within 5 years	19,214	12,129
	On overdue tax	1,356	37
		<u> </u>	<u> </u>
		£ 62,529	£ 44,934
		<u> </u>	<u> </u>
6.	Taxation	1995 £	1994 £
	U.K. Current year taxation		
	U.K. Corporation tax at 25% (1994 - 25%)	30,000	20,000
	Payment in respect of group relief	39,516	-
		<u> </u>	<u> </u>
		£ 69,516	£ 20,000
		<u> </u>	<u> </u>

Marksglade Limited

Notes to the Financial Statements
for the year ended 30th September 1995

7. Tangible assets

	Motor vehicle £
Cost	
At 1st October 1994 & at 30th September 1995	<u>10,120</u>
Depreciation	
At 1st October 1994	2,530
Charge for year	<u>2,530</u>
At 30th September 1995	<u>5,060</u>
Net book values	
At 30th September 1995	£ <u>5,060</u>
At 30th September 1994	£ <u>7,590</u>

Marksglade Limited

Notes to the Financial Statements
for the year ended 30th September 1995

8. Fixed Asset Investments	1995 £	1994 £
Subsidiary undertakings	300	200
Participating interests	575	100
	<u>875</u>	<u>300</u>

Investment in subsidiary undertakings

	Shares £
Cost	
At 1st October 1994	200
Additions	100
	<u>300</u>
At 30th September 1995	
Net Book Values	
At 30th September 1995	£ 300
	<u>£ 200</u>
At 30th September 1994	

In the opinion of the directors the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Undertakings in which the company has a participating interest

	Shares £
At 1st October 1994	100
Additions	475
	<u>575</u>
At 30th September 1995	£ 575
	<u>£ 100</u>
At 30th September 1994	

Holdings of more than 10%

The company holds more than 10% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Newnoble Limited	England	Ordinary	100%
Dalebeam Limited	England	Ordinary	100%
Greycroft Investments Limited	England	Ordinary	100%
Participating interests			
Arrowsmith Properties Limited	England	Ordinary	50%

Marksglade Limited

Notes to the Financial Statements
for the year ended 30th September 1995

9.	Stocks	1995 £	1994 £
	Properties for resale	<u>1,191,307</u>	<u>788,275</u>
10.	Debtors	1995 £	1994 £
	Amounts owed by group undertakings	227,825	306,250
	Amounts owed by participating interest	300,195	101,469
	Other debtors	<u>14,712</u>	<u>6,504</u>
		<u>£ 542,732</u>	<u>£ 414,223</u>
11.	Creditors: amounts falling due within one year	1995 £	1994 £
	Bank loans and overdrafts	598,157	215,224
	Amounts owed to group undertakings	66,648	-
	Amounts owed to participating interest	333,513	193,617
	Corporation tax	56,557	57,500
	Other taxes and social security costs	27,675	6,337
	Directors' current accounts	85,780	185,718
	Accruals and deferred income	<u>104,089</u>	<u>67,208</u>
		<u>£1,272,419</u>	<u>£ 725,604</u>
12.	Creditors: amounts falling due after more than one year	1995 £	1994 £
	Bank loans (secured)	120,000	120,000
	Mortgages (secured)	<u>85,000</u>	<u>135,000</u>
		<u>£ 205,000</u>	<u>£ 255,000</u>

Marksglade Limited

Notes to the Financial Statements
for the year ended 30th September 1995

13.	Share Capital	1995 £	1994 £
	Authorised		
	100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
	Allotted, called up and fully paid		
	100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
14.	Profit And Loss Account	1995 £	1994 £
	Retained profits at 1st October 1994	247,488	190,613
	Retained profit for the year	<u>14,967</u>	<u>56,875</u>
	Retained profits at 30th September 1995	<u>£ 262,455</u>	<u>£ 247,488</u>
15.	Reconciliation of Movements in Shareholders' Funds	1995 £	1994 £
	Profit for the financial year	14,967	56,875
	Opening shareholders' funds	<u>247,588</u>	<u>190,713</u>
	Closing shareholders' funds	<u>£ 262,555</u>	<u>£ 247,588</u>
16.	Directors' Emoluments	1995 £	1994 £
	Remuneration	<u>32,500</u>	<u>20,000</u>

Marksglade Limited

Notes to the Financial Statements for the year ended 30th September 1995

17. Employees

Number of employees

The average weekly number of employees (including directors) during the year was:

	1995 Number	1994 Number
Employee	<u>2</u>	<u>2</u>

Employment costs

	£	£
Wages and salaries	38,975	26,474
Social security costs	5,607	880
Other pension costs	2,500	2,500
	<u>£ 47,082</u>	<u>£ 29,854</u>