

DONALD MOODY INVESTMENTS & DEVELOPMENTS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 2000



THOMAS DAVID

Chartered Accountants

# **Thomas David**

- Chartered Accountants -

## **AUDITORS' REPORT TO DONALD MOODY INVESTMENTS AND DEVELOPMENTS LIMITED**

### **UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 3 to 5, together with the full statutory accounts of the company for the year ended 31 December 2000 prepared under section 226 of the Companies Act 1985.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered properly prepared in accordance with those provisions and to report our opinion to you.

#### **BASIS OF OPINION**

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts.

#### **OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

#### **OTHER INFORMATION**

On 29 August 2001 we reported as auditors to the shareholders of the company on the full statutory accounts prepared under section 226 of the Companies Act 1985 and our audit report under section 235 of the Companies Act 1985 was as follows:

"We have audited the accounts on pages 4 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 6.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 1, the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion based on our audit, on those accounts and to report our opinion to you.

AUDITORS' REPORT TO DONALD MOODY INVESTMENTS & DEVELOPMENTS LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985 (continued)

**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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts 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 accounts 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 accounts.

**QUALIFIED OPINION ARISING FROM DISAGREEMENT ABOUT ACCOUNTING TREATMENT**

As explained in note 1, the company's investment properties have not been included in the accounts at their open market value as required by the Financial Reporting Standard for Smaller Entities. However, the open market value of the properties as advised by the directors is stated in note 5 to the accounts. The effect of this treatment is to reduce the value of the investment properties shown in the accounts by £3,563,831 and this amount is therefore not included as a revaluation reserve.

Except for the failure to include the company's investment properties at open market value, in our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 December 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985

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SG13 7TZ



THOMAS DAVID

CHARTERED ACCOUNTANTS  
AND REGISTERED AUDITORS

29<sup>th</sup> August 2001

DONALD MOODY INVESTMENTS AND DEVELOPMENTS LIMITED

ABBREVIATED BALANCE SHEET – 31 DECEMBER 2000

	<u>Notes</u>	<u>2000</u>	<u>1999</u>
FIXED ASSETS			
Tangible assets	2.	3,346,119	3,352,230
CURRENT ASSETS			
Debtors due within one year		998,672	14,482
Debtors due after one year		400,000	-
Cash at bank and in hand		787,946	1,651,565
		-----	-----
		2,186,618	1,666,047
CREDITORS: amounts falling due within one year		431,162	316,934
		-----	-----
NET CURRENT ASSETS		1,755,456	1,349,113
		-----	-----
NET ASSETS		£ 5,101,575	£ 4,701,343
		=====	=====
CAPITAL AND RESERVES			
Called up share capital	3.	200	200
Profit and loss account		5,101,375	4,701,143
		-----	-----
SHAREHOLDERS' FUNDS		£ 5,101,575	£ 4,701,343
		=====	=====

These abbreviated accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Signed on behalf of the  
Board of Directors

.....  ..... DIRECTOR  
D. A. MOODY

Approved by the Board: 29<sup>th</sup> August 2001

The notes on pages 4 to 5 form part of these accounts.

DONALD MOODY INVESTMENTS AND DEVELOPMENTS LIMITED

NOTES TO THE ACCOUNTS – 31 DECEMBER 2000

1. ACCOUNTING POLICIES

(a) Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

(b) Rent receivable

This comprises the value of rent receivable on investment properties in the normal course of business.

(c) Tangible fixed assets

Investment properties are stated at cost. No depreciation is provided on the company's investment properties because in the opinion of the directors their current market value, as stated in note 2, is sufficiently high to make any depreciation charge unnecessary. Any permanent diminution in the value of these properties is charged to the Profit and Loss Account as it arises.

Depreciation is provided at the following annual rates in order to write off other assets over their estimated useful life:-

Motor vehicle                      -                      20% on cost

(d) Joint arrangement

The company has entered into an agreement with other Moody family companies and investors known as the Moody Joint Venture. In practise this is a joint arrangement designed to pool resources for property investments, and as such is an extension of the company's own trade. The Moody Joint Venture does not constitute a separate trading entity and therefore the company has accounted for its own share of the assets, liabilities and cash flows in the joint arrangement on a direct basis.

2. TANGIBLE FIXED ASSETS

	<u>Motor Vehicles</u>	<u>Investment properties</u>	<u>Total</u>
Cost			
At 1 January 2000	30,555	3,340,008	3,370,563
Additions	-	-	-
At 31 December 2000	£30,555	3,340,008	3,370,563
Depreciation			
At 1 January 2000	18,333	-	12,222
Charge for year	6,111	-	6,111
At 31 December 2000	£24,444	-	18,333
Net book value			
31 December 2000	£ 6,111	3,340,008	3,346,119
31 December 1999	£12,222	3,340,008	3,352,230

The directors consider that the market value of the company's investment properties at 31 December 2000 is £6,903,839.

DONALD MOODY INVESTMENTS AND DEVELOPMENTS LIMITED

NOTES TO THE ACCOUNTS – 31 DECEMBER 2000

3.	CALLED UP SHARE CAPITAL	<u>2000</u>	<u>1999</u>
	Authorised, allotted, called up and fully paid:		
	200 ordinary shares of £1 each	<u>£ 200</u>	<u>£ 200</u>