

SILVERGRAD LIMITED

REPORT AND ACCOUNTS  
30TH SEPTEMBER, 1995

CROUCH CHAPMAN  
Chartered Accountants  
62 Wilson Street  
London EC2A 2BU



## SILVERGRAD LIMITED

### REPORT OF THE DIRECTOR

The director submits his report together with the audited accounts for the year ended 30th September, 1995.

### PRINCIPAL ACTIVITY

The principal activity of the company is property holding.

### DIRECTOR

The director of the company during the year was:

A.J. LANGTON

The company is a wholly owned subsidiary of Aylesford Holdings Limited. The director has no beneficial interest in the shares of the company.

### DIRECTORS' 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 the affairs of the company 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 judgments 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 1985. 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.

### TAXATION STATUS

The close company provisions of the Income and Corporation Taxes Act 1988 apply to the company.

SILVERGRAD LIMITED

REPORT OF THE DIRECTOR  
- continued

AUDITORS

The auditors, Crouch Chapman, have signified their willingness to continue in office and a resolution for their reappointment will be proposed at the annual general meeting.

SMALL COMPANIES EXEMPTION

Advantage has been taken in the preparation of this report of the special exemption available to small companies.

62 Wilson Street  
London EC2A 2BU

13 MAY 1996

BY ORDER OF THE BOARD



R.E. ATTWELL  
Secretary

## REPORT OF THE AUDITORS

### TO THE SHAREHOLDERS OF SILVERGRAD LIMITED

We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

#### Respective responsibilities of the director and auditors

As described on page 1, the company's director is 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 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.


#### Qualified Opinion

No provision has been made in the financial statements for depreciation of freehold buildings as required by Statement of Standard Accounting Practice Number 12 and Schedule 4 to the Companies Act 1985. In the absence of a division of the cost of freehold premises between land and buildings and an estimate of the remaining useful life of the buildings, we cannot quantify the effect of the non-compliance.

Except for the failure to account for depreciation referred to above as required by Statement of Standard Accounting Practice Number 12 and Schedule 4 to the Companies Act 1985, in our opinion the financial statements give a true and fair view of the state of affairs of the company at 30th September, 1995 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.

62 Wilson Street  
London EC2A 2BU

13 MAY 1996

  
CROUCH CHAPMAN  
Chartered Accountants  
Registered Auditors

SILVERGRAD LIMITED

PROFIT AND LOSS ACCOUNT  
YEAR ENDED 30TH SEPTEMBER, 1995

	Notes	1995 £	1994 £
TURNOVER	1	25,000	-
Administrative expenses		1,000	-
PROFIT BEFORE TAXATION		<u>24,000</u>	-
Taxation	2	-	-
PROFIT AFTER TAXATION		<u>24,000</u>	-
RETAINED PROFITS BROUGHT FORWARD		203,098	203,098
RETAINED PROFITS CARRIED FORWARD		<u>227,098</u>	<u>203,098</u>

None of the company's activities were acquired or discontinued during the year.

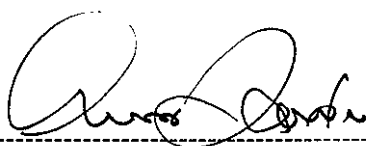
The company has no recognised gains or losses other than those dealt with in the profit and loss account.

SILVERGRAD LIMITED

BALANCE SHEET  
30TH SEPTEMBER, 1995

	Notes	£	1995 £	£	1994 £
TANGIBLE FIXED ASSETS	3		483,118		483,118
CURRENT ASSETS					
Amounts due from group undertakings		164,049		139,549	
CREDITORS					
Amounts falling due within one year					
Accruals		500		-	
NET CURRENT ASSETS			163,549		139,549
			<u>646,667</u>		<u>622,667</u>
CAPITAL AND RESERVES					
Share capital	5		200		200
Profit and loss account			227,098		203,098
Revaluation reserve			419,369		419,369
			<u>646,667</u>		<u>622,667</u>

The director has taken advantage in the preparation of these accounts of the special exemptions applicable to small companies. In the opinion of the director, the company is entitled to those exemptions as a small company.

  
-----) DIRECTOR

Approved by the Board on **13 MAY 1995**

# SILVERGRAD LIMITED

## NOTES TO THE ACCOUNTS YEAR ENDED 30TH SEPTEMBER, 1995

### 1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable Accounting Standards. A summary of the more important policies, which have been applied consistently, is set out below:

#### Basis of Accounts

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain tangible assets.

#### Turnover

This represents rent charged to Aylesford & Co. (Estate Agents) Limited, the occupiers of the property owned by Silvergrad Limited.

#### Deferred taxation

Deferred taxation is calculated under the liability method and is only provided where in the opinion of the director a liability will probably crystallise.

2. TAXATION	1995 £	1994 £
U.K. Corporation tax at 33% based upon the profits for the year	-	-

3. TANGIBLE FIXED ASSETS	Freehold land & buildings £
COST	
1st October, 1994 and 30th September, 1995	483,118

No provision has been made in the accounts for depreciation of freehold buildings.

Cost and valuation at 30th September, 1995 is represented by:

Cost	63,749
Valuation 1985	239,369
Valuation 1989	180,000
	483,118

# SILVERGRAD LIMITED

## NOTES TO THE ACCOUNTS

- continued

### 4. DEFERRED TAXATION

The potential liability for deferred taxation not provided in the accounts resulting from the revaluation of freehold land and buildings is nil (1994: nil) as a result of accumulated capital losses of approximately £283,000.

### 5. SHARE CAPITAL

	1995 £	1994 £
Authorised, allotted, called up and fully paid:		
Equity interests		
100 ordinary shares of £1 each	100	100
100 deferred shares of £1 each	100	100
	<u>200</u>	<u>200</u>

### 6. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	1995 £	1994 £
Profit for the year	24,000	-
Opening shareholders funds	<u>622,667</u>	<u>622,667</u>
Closing shareholders funds	<u>646,667</u>	<u>622,667</u>
Represented by Equity Interests	<u>646,667</u>	<u>622,667</u>

### 7. HOLDING COMPANY

The holding company is Aylesford Holdings Limited, a company registered in England. The ultimate holding company is Grange Nominees Limited, a company registered in Guernsey.