

WOODLAND INVESTMENT MANAGEMENT LIMITED

Directors' Report and Financial Statements for the year ended 31 December 2001.

GURAM & CO.
1 Sunderland Road,
Forest Hill,
London SE23 2PS.



WOODLAND INVESTMENT MANAGEMENT LIMITED

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DIRECTORS

A.T. Hanton
R.J. Brien

COMPANY SECRETARY

B. Hanton

BANKERS

Barclays Bank Plc.
117 Dulwich Village
Dulwich
London SE24 9HP.

REGISTERED OFFICE

35 Giant Arches Road
Dulwich
London
SE24 9HP

COMPANY NUMBER

1705939

REPORT OF THE DIRECTORS

The directors present their report and accounts for the year ended 31 December 2001.

PRINCIPAL ACTIVITY

The company's principal activities during the year were forestry, woodland management and marketing of amenity woodland.

RESULTS AND DIVIDENDS

The results for the period are detailed on page 5. The directors do not recommend the payment of a dividend.

DIRECTORS AND THEIR INTERESTS

The directors during the period, together with their interest in the share capital of the company at the year end, was as follows:

	Ordinary Shares
A.T. Hanton	11
R.J. Brien	nil (appointed 10th May 2000)

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 the affairs of the company and of the profit and 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 a 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.

REPORT OF THE DIRECTORS: (Continued)

CLOSE COMPANY STATUS

In the opinion of the directors, the close company provisions of the Income and Corporation Taxes Act 1988 are applicable to the Company. This report was approved by the board on:

11th February 2002.

BY ORDER OF THE BOARD

A.T. Hanton

Director

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2001.**

	Note	2001	2000
Turnover	2	470,500	306,055
Cost of Sales		<u>332,627</u>	<u>178,979</u>
GROSS PROFIT		137,873	127,076
Administration Costs		<u>96,300</u>	<u>77,566</u>
		41,573	49,510
Other Income		<u>50,070</u>	<u>29,105</u>
OPERATING PROFIT		91,643	78,615
Interest payable		-	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAX		<u>91,643</u>	<u>78,615</u>
Taxation		18,328	15,723
Underprovision		<u>521</u>	<u>-3965</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		72,794	66,857
Retained Profit brought forward		291,962	225,105
Retained Profit carried forward		<u>364,756</u>	<u>291,962</u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The attached notes form an integral part of these financial statements

WOODLAND INVESTMENT MANAGEMENT LIMITED
BALANCE SHEET AS AT 31 DECEMBER 2001.

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	Note	2001	2000
INVESTMENTS		-	£ 134,298
CURRENT ASSETS			
Stock		248793	360604
Debtors	5	10000	
Cash at Bank		<u>219974</u>	<u>9035</u>
		<u>478,767</u>	<u>369,639</u>
CREDITORS: Amounts due within one year.		<u>478,767</u>	<u>503,937</u>
Creditors & Accruals	7	114000	211964
Bank current Account		-	-
Bank loan		<u>-</u>	<u>-</u>
		<u>114,000</u>	<u>211,964</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>364,767</u>	<u>291,973</u>
CAPITAL AND RESERVES			
Share Capital		11	11
Retained Profits		<u>364,756</u>	<u>291,962</u>
		<u>364,767</u>	<u>291,973</u>

- 1) The company is entitled to exemption under section 249A(1).
- 2) No notice has been deposited under section 249B(2).
- 3) The directors acknowledge their responsibilities for:
 - a) ensuring that the company keeps accounting records which comply with section 221, and
 - b) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year under section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

A.T. Hanton

Director
 11th February 2002.

The attached notes form an integral part of these accounts.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2000.

1. ACCOUNTING POLICIES

Accounting Convention

The accounts are prepared under the historical cost convention.

2. TURNOVER

Turnover represents the net amounts charged to customers in respect of goods supplied and services rendered excluding value added tax.

3. STOCK

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

4. TAXATION OF PROFITS ON ORDINARY ACTIVITIES.

	2001	2000
Based on the profits for the year	21534	15723

5. DEBTORS

Amounts owed by
connected companies

-

-

6. BANK LOAN

1 (secured on Woodlands)

-

-

7. CREDITORS

Other Creditors

13497

26424

Amounts owed to connected Comp:

49999

158320

Director's loan account

11304

11497

Accruals

-

-

Taxation

15723

 74800

 211964

8. SHARE CAPITAL

Authorised

2,011

2,011

Issued and fully paid

Ordinary shares of £1 each

11

11