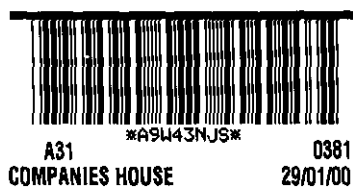


C

Report of the Directors and
Financial Statements for the Year Ended 31 March 1999
for
36 ASHBURN PLACE MANAGEMENT COMPANY LTD



Contents of the Financial Statements
for the Year Ended 31 March 1999

| | Page |
|-----------------------------------|------|
| Company Information | 1 |
| Report of the Directors | 2 |
| Profit and Loss Account | 3 |
| Balance Sheet | 4 |
| Notes to the Financial Statements | 5 |
| Profit and Loss Account | 7 |

36 ASHBURN PLACE MANAGEMENT COMPANY LTD

Company Information
for the Year Ended 31 March 1999

DIRECTORS:

H Hoefer
A.S Collins
Ms N.E Salkeld

SECRETARY:

A.S.Collins

REGISTERED OFFICE:

36 Ashburn Place
London
SW7 4JR

REGISTERED NUMBER:

01775198 (England and Wales)

ACCOUNTANTS:

J.A.Gordon Stewart & Co
Chartered Accountant
29 Greenside Road
London W12 9JQ

36 ASHBURN PLACE MANAGEMENT COMPANY LTD

Report of the Directors
for the Year Ended 31 March 1999

The directors present their report with the financial statements of the company for the year ended 31 March 1999.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the management of the property at 36 Ashburn Place, London, SW7.

DIRECTORS

The directors during the year under review were:

H Hoefler

H.C Dent-Brocklehurst

- resigned 26.5.98

A.S Collins

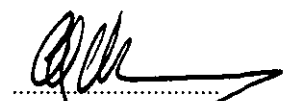
Ms N.E Salkeld

The beneficial interests of the directors holding office on 31 March 1999 in the issued share capital of the company were as follows:

| | 31.3.99 | 1.4.98 |
|---------------------------|---------|--------|
| Ordinary £1 shares | | |
| H Hoefler | 38 | 38 |
| A.S Collins | 15 | 15 |
| Ms N.E Salkeld | 19 | 19 |

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

ON BEHALF OF THE BOARD:


.....
A.S. Collins - SECRETARY

Dated:

36 ASHBURN PLACE MANAGEMENT COMPANY LTD

Profit and Loss Account
for the Year Ended 31 March 1999

| | | 31.3.99 | 31.3.98 |
|--|-------|---------|---------|
| | Notes | £ | £ |
| TURNOVER | | 3,005 | 4,846 |
| GROSS PROFIT | | 3,005 | 4,846 |
| Administrative expenses | | 3,031 | 4,846 |
| OPERATING LOSS | 2 | (26) | - |
| Interest receivable and similar income | | 27 | - |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | 1 | - |
| Tax on profit on ordinary activities | 3 | - | - |
| PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION | | 1 | - |
| RETAINED PROFIT CARRIED FORWARD | | £1 | - |

The notes form part of these financial statements

36 ASHBURN PLACE MANAGEMENT COMPANY LTD

Balance Sheet
31 March 1999

| | | 31.3.99 | | 31.3.98 | |
|---|-------|--------------|-------------|--------------|-------------|
| | Notes | £ | £ | £ | £ |
| FIXED ASSETS: | | | | | |
| Tangible assets | 4 | | 100 | | 100 |
| CURRENT ASSETS: | | | | | |
| Debtors | 5 | 94 | | 94 | |
| Cash at bank | | 3,109 | | 1,671 | |
| | | <u>3,203</u> | | <u>1,765</u> | |
| CREDITORS: Amounts falling due within one year | 6 | 3,202 | | 1,765 | |
| | | <u></u> | | <u></u> | |
| NET CURRENT ASSETS: | | | 1 | | - |
| TOTAL ASSETS LESS CURRENT LIABILITIES: | | | <u>£101</u> | | <u>£100</u> |
| CAPITAL AND RESERVES: | | | | | |
| Called up share capital | 7 | | 100 | | 100 |
| Profit and loss account | | | 1 | | - |
| | | | <u></u> | | <u></u> |
| Shareholders' funds | | | <u>£101</u> | | <u>£100</u> |

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 March 1999.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 1999).

ON BEHALF OF THE BOARD:


A.S Collins - DIRECTOR

Approved by the Board on 29 January 2000

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 March 1999

1. ACCOUNTING POLICIES**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

Turnover Policy

Turnover represents service charges received in the year to meet administration costs.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. OPERATING LOSS

The operating loss is stated after charging:

| | 31.3.99 £ | 31.3.98 £ |
|--|--------------|--------------|
| Directors' emoluments and other benefits etc | - | - |
| | == | == |

3. TAXATION

No liability to UK corporation tax arose on ordinary activities for the year ended 31 March 1999 nor for the year ended 31 March 1998.

4. TANGIBLE FIXED ASSETS

| | Freehold reversion <hr/> £ |
|------------------------|----------------------------------|
| COST: | |
| At 1 April 1998 | |
| and 31 March 1999 | 100 |
| | == |
| NET BOOK VALUE: | |
| At 31 March 1999 | 100 |
| | == |
| At 31 March 1998 | 100 |
| | == |

The Company owns the freehold reversionary interest of 36 Ashburn Place, London, SW7, subject to the leases held by the members of the Company. The freehold interest is shown at the directors' valuation of £100. The Company's interest has not been revalued during the year.

36 ASHBURN PLACE MANAGEMENT COMPANY LTD

Notes to the Financial Statements for the Year Ended 31 March 1999

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.3.99 | 31.3.98 |
|-----------------------|---------------|---------------|
| | £ | £ |
| Service charge debtor | 94 | 94 |
| | <u> </u> | <u> </u> |

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.3.99 | 31.3.98 |
|-------------------------|---------------|---------------|
| | £ | £ |
| Other creditors | 145 | 371 |
| Service charge creditor | 151 | 151 |
| Loan accounts | 2,906 | 1,243 |
| | <u> </u> | <u> </u> |
| | 3,202 | 1,765 |
| | <u> </u> | <u> </u> |

7. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 31.3.99 | 31.3.98 |
|---------|----------|-------------------|---------------|---------------|
| | | | £ | £ |
| 100 | Ordinary | £1 | 100 | 100 |
| | | | <u> </u> | <u> </u> |

36 ASHBURN PLACE MANAGEMENT COMPANY LTD

Profit and Loss Account
for the Year Ended 31 March 1999

| | 31.3.99 | | 31.3.98 | |
|--------------------------|-------------------|-------------------|-------------------|-------------------|
| | £ | £ | £ | £ |
| Income: | | | | |
| Service charges | 3,005 | | 4,845 | |
| Interest received (net) | - | | 1 | |
| | <u> </u> | 3,005 | <u> </u> | 4,846 |
| Other income: | | | | |
| Deposit account interest | | 27 | | - |
| | | <u> </u> | | <u> </u> |
| | | 3,032 | | 4,846 |
| Expenditure: | | | | |
| Agents fees | - | | 940 | |
| Fire extinguishers | 51 | | 49 | |
| Doorphone system | 100 | | 97 | |
| Repairs & renewals | 1,698 | | 766 | |
| Window cleaning | 405 | | 540 | |
| Accountancy | 296 | | 283 | |
| Legal fees | 15 | | 715 | |
| Insurance | 396 | | 1,408 | |
| Light & heat | 70 | | 25 | |
| | <u> </u> | 3,031 | <u> </u> | 4,823 |
| | | <u> </u> | | <u> </u> |
| | | 1 | | 23 |
| Finance costs: | | | | |
| Bank charges | | - | | 23 |
| | | <u> </u> | | <u> </u> |
| NET PROFIT | | <u> </u> | | <u> </u> |
| | | £1 | | - |