

THE OSPREY MANAGEMENT COMPANY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2001



Company No. 1864755

THE OSPREY MANAGEMENT COMPANY LIMITED

COMPANY INFORMATION

Directors	V. S. N. Hards J. E. Brewer T. Osborne
Secretary	J. E. Brewer
Company Number	1864755
Registered Office	112 Mill Plat Old Isleworth Middlesex TW7 6BZ
Reporting Accountants	Wilkins Kennedy BRB House 180 High Street Egham Surrey TW20 9DN

THE OSPREY MANAGEMENT COMPANY LIMITED

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THE OSPREY MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

The directors present their report together with the financial statements for the year ended 30th September 2001.

Principal Activities and Review of Business

The principal activity of the company continued to be that of property management.

The directors are pleased to report a satisfactory year's trading and are hopeful of maintaining this in the forthcoming period.

Results and Dividends

The results for the year are set out in the profit and loss account on page 4.

The directors recommend dividends amounting to £15,000 (2000 £20,000).

Market Value of Land and Buildings

The market value of the company's land and buildings at the balance sheet date is not considered to be significantly different than the book value of £247,000.

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary Shares	
	30th	30th
	September	September
	2001	2000
V. S. N. Hards	60,000	60,000
J. E. Brewer	-	-
T. Osborne	-	-

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 company's affairs and of the profit or loss for that year. In preparing these 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 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.

THE OSPREY MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

This report was approved by the board on *11th January 2002*, and signed on its behalf.


J. E. Brewer, Secretary

ACCOUNTANTS' REPORT TO THE DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
THE OSPREY MANAGEMENT COMPANY LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30th September 2001, set out on pages 4 to 10, and you consider that the company is exempt from an audit and a report under Section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Wilkins Kennedy
Chartered Accountants
BRB House
180 High Street
Egham
Surrey
TW20 9DN
Date: 14th January 2002

THE OSPREY MANAGEMENT COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

	Notes	2001 £	2000 £
Turnover	2	139,310	158,651
Cost of sales		9,766	7,000
Gross Profit		129,544	151,651
Administrative expenses		108,905	122,423
Operating Profit	3	20,639	29,228
Interest receivable	5	925	634
Profit on Ordinary Activities before Taxation		21,564	29,862
Tax on profit on ordinary activities	6	5,729	7,450
Profit for the Financial Year		15,835	22,412
Dividends	7	15,000	20,000
Retained Profit for the Year	13	835	2,412
Retained Profit Brought Forward		60,325	57,913
Retained Profit Carried Forward		61,160	60,325

All amounts relate to continuing activities.

There were no recognised gains or losses for 2001 or 2000 other than those included in the profit and loss account.

THE OSPREY MANAGEMENT COMPANY LIMITED

BALANCE SHEET

AS AT 30TH SEPTEMBER 2001

	Notes	2001 £	2000 £
Fixed Assets			
Tangible assets	8	318,442	275,827
Current Assets			
Debtors	9	15,300	41,616
Cash at bank and in hand		54,679	18,516
		69,979	60,132
Creditors: Amounts Falling Due Within One Year	10	56,761	59,534
Net Current Assets		13,218	598
Total Assets Less Current Liabilities		331,660	276,425
Provision for Liabilities and Charges			
Deferred taxation	11	13,500	13,500
		318,160	262,925
Capital and Reserves			
Share capital	12	60,000	60,000
Revaluation reserve	13	197,000	142,600
Profit and loss account	13	61,160	60,325
Shareholders' Funds			
(equity interests)	15	318,160	262,925

The directors are of the opinion that the company is entitled to exemption from audit conferred by Subsection 1 of Section 249A of the Companies Act 1985 for the year ended 30th September 2001.

The directors confirm that no member or members have requested an audit pursuant to Subsection 2 of Section 249B of the Companies Act 1985.

The directors confirm that they are responsible 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 the affairs of the company as at the end of the financial year and of its results for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to financial statements, so far as applicable to the company.

These financial statements were approved by the board on 11th January 2002 and signed on its behalf.

V. S. N. Hards
Director



The notes on pages 6 to 10 form part of these financial statements.

THE OSPREY MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

1 Accounting Policies

Basis of Accounting

The Financial Statements have been prepared under the historical cost convention except that certain freehold properties are shown at their revalued amounts.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land over their expected useful lives. The rates and periods generally applicable are:

Freehold properties	-	Nil
Plant and machinery	-	25% p.a.straight line
Motor vehicles	-	25% p.a.straight line
Fixtures and fittings	-	5% p.a.straight line

No depreciation is provided in respect of freehold buildings held as investment properties in accordance with SSAP 19. The directors consider that this departure from Companies Act 1985 requirement is necessary to show a true and fair view.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advanced corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Contribution to Pension Funds

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

THE OSPREY MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

3 Operating Profit

The operating profit is arrived at after charging or crediting:

	2001	2000
	£	£
Depreciation of owned assets	12,545	12,152
Hire of equipment	640	710

4 Directors and Employees

Staff costs, including directors' remuneration, were as follows:

	2001	2000
	£	£
Wages and salaries	52,870	51,820
Social security costs	5,426	5,607
Other pension costs	8,118	27,813
Other costs	1,506	2,049
	67,920	87,289

The average monthly number of employees, including directors, during the year was as follows:

	2001	2000
	Number	Number
Management	3	3
Administration	2	2
	5	5

Directors' emoluments

	2001	2000
	£	£
Emoluments	37,506	38,049
Directors' pension contributions under defined contribution schemes	8,118	27,813
	45,624	65,862

Retirement benefits were accruing to directors under schemes as follows:-

	2001	2000
	Number	Number
Money purchase schemes	1	1

5 Interest receivable

	2001	2000
	£	£
Bank interest	925	634

THE OSPREY MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

6 Taxation

	2001 £	2000 £
Based on the profit for the year		
UK corporation tax at 20% (2000 20%)	5,690	7,450
Prior periods	5,690	7,450
UK corporation tax	39	-
	<u>5,729</u>	<u>7,450</u>

7 Dividends

	2001 £	2000 £
Ordinary dividends - paid	15,000	20,000

8 Tangible Fixed Assets

	Freehold Land and Buildings	Equipment	Motor Vehicles	Fixtures and Fittings	Total
Cost or valuation	£	£	£	£	£
At 1st October 2000	192,600	8,126	21,923	121,682	344,331
Additions	-	760	-	-	760
Revaluations	54,400	-	-	-	54,400
At 30th September 2001	<u>247,000</u>	<u>8,886</u>	<u>21,923</u>	<u>121,682</u>	<u>399,491</u>
Depreciation					
At 1st October 2000	-	5,430	10,503	52,571	68,504
Charge for the year	-	979	5,482	6,084	12,545
At 30th September 2001	<u>-</u>	<u>6,409</u>	<u>15,985</u>	<u>58,655</u>	<u>81,049</u>
Net Book Value					
At 30th September 2001	<u>247,000</u>	<u>2,477</u>	<u>5,938</u>	<u>63,027</u>	<u>318,442</u>
At 30th September 2000	<u>192,600</u>	<u>2,696</u>	<u>11,420</u>	<u>69,111</u>	<u>275,827</u>

The freehold property was valued by the directors at open market valuation.

On a historical cost basis, freehold land and buildings would have been included as follows:

	30th September 2001 £	1st October 2000 £
Cost	<u>50,000</u>	<u>50,000</u>

THE OSPREY MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

9 Debtors	2001	2000
	£	£
Trade debtors	75	425
Other debtors	15,225	41,191
	<u>15,300</u>	<u>41,616</u>

10 Creditors: Amounts Falling Due Within One Year	2001	2000
	£	£
Bank loans and overdrafts	2,547	19,500
Corporation tax	5,690	7,450
Other taxes and social security	3,512	5,279
Other creditors	24,030	21,242
Accruals and deferred income	20,982	6,063
	<u>56,761</u>	<u>59,534</u>

Other creditors include amounts owed to V. S. N. Hards £1,598 (2000 - £17,878) a director of the company and the ultimate controlling party .

11 Deferred Taxation

The movements in deferred taxation during the current and previous years are as follows:

	2001	2000
At 1st October 2000	13,500	13,500
Movement in the year	-	-
At 30th September 2001	<u>13,500</u>	<u>13,500</u>

Deferred taxation provided and unprovided for in the financial statements is set out above. The amount unprovided represents a contingent liability at the balance sheet date and is calculated using a tax rate of 20% (2000 20%).

12 Share Capital	2001	2000
	£	£
Authorised Equity Shares		
75,000 Ordinary shares of £1 each	<u>75,000</u>	<u>75,000</u>
Allotted Equity Shares		
60,000 Allotted, called up and fully paid ordinary shares of £1 each	<u>60,000</u>	<u>60,000</u>

THE OSPREY MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2001

13 Reserves

	Revaluation Reserve	Profit and Loss Account
	£	£
At 1st October 1999	142,600	57,913
Profit for the year	-	2,412
At 1st October 2000	142,600	60,325
Profit for the year	-	835
Transfers on Revaluation	54,400	-
At 30th September 2001	197,000	61,160

14 Pension Scheme

The company operates a defined contribution pension scheme for the benefit of the directors. The assets of the scheme are administered by trustees in a fund independent from those of the company.

The total contributions paid in the year amounted to £8,118 (2000 £27,813).

15 Reconciliation of Shareholders' Funds

	2001 £	2000 £
Profit for the financial year	15,835	22,412
Dividends	(15,000)	(20,000)
Transfers to reserves	54,400	-
Increase in shareholders' funds	55,235	2,412
Opening shareholders' funds	262,925	260,513
Closing shareholders' funds	318,160	262,925

16 Transactions with Directors

The company paid rent amounting to £3,000 (2000 - £3,000) to V. S. N. Hards a director of the company and ultimate controlling party.