

COMPANY NO: 1967411

NORTHWAY PROPERTIES LIMITED

ACCOUNTS

YEAR ENDED 31 MARCH 1996



Faulkner House
Victoria Street
St Albans
Herts AL1 3SE

RAYNER ESSEX
CHARTERED ACCOUNTANTS

NORTHWAY PROPERTIES LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1996

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REPORT OF THE DIRECTORS

The Directors submit their report and audited accounts for the year ended 31 March 1996.

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The Company's principal activity of financiers continued throughout the year.

Both the level of business and the year end financial position were satisfactory and the Directors expect that the present level of activity will continue for the foreseeable future.

RESULTS AND DIVIDENDS

The results for the year and the financial position at the end of the year are set out in the attached accounts.

The Directors do not recommend the payment of a dividend.

DIRECTORS AND THEIR INTERESTS

The Directors of the Company during the year and their beneficial interests in the issued share capital of the Company at the beginning and end of the year were as follows:-

	At 31 March 1996		At 1 April 1995	
	Ordinary Shares	Ordinary 'A' Shares	Ordinary Shares	Ordinary 'A' Shares
E M Bergbaum	5	50	5	50
A Bergbaum	-	-	-	-
B M Samuels	-	-	-	-

STATEMENT OF 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 affairs of the Company and of the profit or 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 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 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.

AUDITORS

In accordance with Section 385(1) of the Companies Act 1985, a resolution proposing the re-appointment of Rayner Essex, Chartered Accountants, as auditors to the Company will be put to the Annual General Meeting.

BY ORDER OF THE BOARD


.....
Anne Bergbaum
SECRETARY

21 November 96

AUDITORS' REPORT TO THE SHAREHOLDERS
OF NORTHWAY PROPERTIES LIMITED

2.

We have audited the financial statements on pages 3 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 the Company's Directors are 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 judgements made by the Directors 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.

OPINION

In our opinion the financial statements give a true and fair view of the state of the Company's affairs as at 31 March 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Faulkner House
Victoria Street
St Albans
Herts AL1 3SE


RAYNER ESSEX
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS

21 November 1996

NORTHWAY PROPERTIES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 1996

	Notes	1996 £	1995 £
Turnover	2	19,156	18,812
Administrative expenses		(8,045)	(6,123)
OPERATING PROFIT		11,111	12,689
Interest receivable		1,027	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	11,138	12,689
Taxation	6	(2,785)	(3,122)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		8,353	9,567
Retained profit brought forward		32,681	23,114
RETAINED PROFIT CARRIED FORWARD		£ 41,034	£ 32,681

RECOGNISED GAINS AND LOSSES

There are no recognised gains or losses other than those recognised in the profit and loss account.

CONTINUING ACTIVITIES

None of the Company's activities were acquired or discontinued during the above two financial years.

The notes on pages 5 and 6 form part of these accounts.

NORTHWAY PROPERTIES LIMITED

BALANCE SHEET AT 31 MARCH 1996

	Notes	1996 £	1995 £
CURRENT ASSETS			
Debtors	6	75,347	107,792
Cash at bank and in hand		78,629	-
		<u>153,976</u>	<u>107,792</u>
CREDITORS - amounts falling due within one year	7	(112,842)	(75,011)
NET CURRENT ASSETS		<u>41,134</u>	<u>32,781</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 41,134</u>	<u>£ 32,781</u>
CAPITAL AND RESERVES			
Called up share capital	8	100	100
Profit and loss account		41,034	32,681
EQUITY SHAREHOLDERS FUNDS	9	<u>£ 41,134</u>	<u>£ 32,781</u>

Approved by the Directors
on 21 November 1996

.....)
E M Bergbaum)
.....)
A Bergbaum) DIRECTORS

The notes on pages 5 and 6 form part of these accounts.

NORTHWAY PROPERTIES LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1996

1. ACCOUNTING POLICIES

a) Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable Accounting Standards.

b) Deferred taxation

Deferred taxation is provided on the liability method on all short-term timing differences except where, in the opinion of the Directors, a liability is unlikely to arise. Provision is also made for long term timing differences where those differences are expected to reverse in the foreseeable future.

c) Implementation of FRS 1

The Company has taken advantage of the exemptions in FRS 1 in that it qualifies as a small company and does not have to publish a cash flow statement.

2. TURNOVER

Turnover represents the commission and charges received on mortgage advances made.

3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The profit on ordinary activities before taxation is stated:

	1996 £	1995 £
After charging:		
Auditors' remuneration	<u>650</u>	<u>650</u>

4. DIRECTORS REMUNERATION

The Directors, who were the only employees of the Company, received no remuneration during the year.

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1996 £	1995 £
Based on the profit for the year		
Corporation tax @ 25% (1995:25%):		
Corporation tax	2,785	3,172
Overprovided in previous years	-	(50)
	<u>£ 2,785</u>	<u>£ 3,122</u>

NORTHWAY PROPERTIES LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1996

6. DEBTORS

	1996	1995
Other debtors	<u>£ 75,347</u>	<u>£ 107,792</u>

7. CREDITORS DUE WITHIN ONE YEAR

	1996	1995
	£	£
Bank loans and overdrafts	-	389
Loans from Directors (a)	83,645	41,631
Corporation tax	2,785	3,172
Accruals	5,152	8,559
Other creditors	<u>21,260</u>	<u>21,260</u>
	<u>£ 112,842</u>	<u>£ 75,011</u>

(a) Loans from Directors

The loans from Directors are interest free and there is no fixed date for repayment.

8. SHARE CAPITAL

	1996	1995
	£	£
Authorised		
Ordinary 'A' shares of £1 each	90	90
Ordinary shares of £1 each	<u>10</u>	<u>10</u>
	<u>£ 100</u>	<u>£ 100</u>
Allotted, issued and fully paid		
Ordinary 'A' shares of £1 each	90	90
Ordinary shares of £1 each	<u>10</u>	<u>10</u>
	<u>£ 100</u>	<u>£ 100</u>

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	1996	1995
	£	£
Profit for the year	8,353	9,567
Opening shareholders' funds	<u>32,781</u>	<u>23,214</u>
Closing shareholders' funds	<u>£ 41,134</u>	<u>£ 32,781</u>