

Company No:- 2109017

**LADMARSH LIMITED**  
**FINANCIAL STATEMENTS**  
**AS AT 31ST DECEMBER 1995**

**EDWARDS & CO**  
Chartered Accountants  
Mitre House  
177 Regent Street  
London W1R 8LA

**Registered Office**  
Sceptre House  
169/173 Regent Street  
London W1R 7FB

**1143UP95**



## **LADMARSH LIMITED**

### **DIRECTORS REPORT**

The Directors submit their report and the audited financial statements for the year ended 31st December 1995.

#### **ACTIVITIES**

The principal activity of the company is that of investing in land.

#### **STATE OF AFFAIRS AND FUTURE DEVELOPMENT**

The state of the company's affairs is as set out on page 6 of the financial statements. The directors expect the present level of activity to be maintained in the foreseeable future.

#### **DIRECTORS AND SECRETARY**

The directors who served during the year were:

M W Denton

J R Beardsley (resigned 13.12.96)

The directors had no interest in the share capital of the company as defined by the Companies Act 1985.

The Company Secretary who served during the year was Bristlekarn Limited, Sceptre House, 169/173 Regent Street, London W1R 7FB.

#### **DIRECTORS RESPONSIBILITIES**

Company law requires the directors to prepare accounts 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 the accounts, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 the reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts 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.

**LADMARSH LIMITED**

**DIRECTORS REPORT**

**RESULTS AND DIVIDENDS**

The company's result for the year was a loss after taxation of £82,163 (1994 - loss of £51,808).

The directors do not recommend the payment of a dividend (1994 - Nil).

**AUDITORS**

Messrs. Edwards & Co. have expressed their willingness to continue in office in accordance with Section 384(1) of the Companies Act 1985 and a resolution proposing their re-appointment will be presented at the Annual General Meeting.

**FOR AND ON BEHALF OF THE BOARD**



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**Director - M W Denton**

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## **REPORT OF THE AUDITORS**

### **TO THE MEMBERS OF**

### **LADMARSH LIMITED**

We have audited the accounts on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 1, the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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, except that the scope of our work was limited as explained below. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements by the directors in the preparation of the accounts, 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 explanation which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error.

However, the evidence available to us was limited because we were unable to obtain independent confirmation of the bank accounts and related information and have relied solely on bank statements provided to us to confirm bank balances held by the company. There were no other satisfactory audit procedures that we could adopt to confirm this amount.

Note 1(f) to the accounts states that the financial statements have been prepared on the going concern basis since financial support from the shareholders would be forthcoming. However, we have not received independent confirmation of this fact. The financial statements do not include any adjustments that would result from a failure to obtain funding. Our opinion is not qualified in this respect.

In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the accounts.

## OPINION

Except for any adjustments or additional disclosures that may have been found to be necessary had we obtained independent verification of the company's bank balance, in our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 1995 and of its results for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

In respect alone of this limitation on our work relating to the above we have not obtained all the information and explanations that we consider necessary for the purposes of this audit.

*Edwards & Co.*

**EDWARDS & CO.**

Chartered Accountants  
Registered Auditors

Date 9.4.97

**LADMARSH LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER 1995**

	Notes	1995 £	1994 £
Rent received and receivable	1c	22,110	23,696
<b>ADMINISTRATIVE EXPENSES:-</b>			
Auditors remuneration		550	529
Bad debts written off		31,624	30,460
Legal and professional fees		10,056	9,219
Bank charges		-	391
Other expenses		-	351
Loss on exchange		38,853	14,457
Depreciation		5,523	5,523
		<u>( 86,606)</u>	<u>( 60,930)</u>
Operating loss	2	( 64,495)	( 37,234)
Bank interest receivable		-	-
Bank interest payable	3	( 17,668)	( 14,574)
Loss for the year before taxation		<u>( 82,163)</u>	<u>( 51,808)</u>
Retained losses brought forward		<u>(154,342)</u>	<u>(102,534)</u>
<b>RETAINED LOSSES CARRIED FORWARD</b>		<b>£ (236,506)</b>	<b>£ (154,342)</b>
		<b>=====</b>	<b>=====</b>

**CONTINUING OPERATIONS**

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

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

**The attached notes form part of these financial statements.**

**LADMARSH LIMITED**  
**BALANCE SHEET**  
**AS AT 31ST DECEMBER 1995**

	Notes	1995 £	1994 £
<b>FIXED ASSETS</b>			
Tangible assets	5	245,899	251,422
<b>CURRENT ASSETS</b>			
Debtors	6	62,099	-
Cash at bank and in hand		1,225	5,914
		63,324	5,914
<b>CREDITORS:</b> Amounts falling due within one year	7	(545,629)	(411,578)
<b>NET CURRENT LIABILITIES</b>		(482,305)	(405,664)
<b>TOTAL NET LIABILITIES</b>		<b>£ (236,406)</b>	<b>£ (154,242)</b>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	8	100	100
Profit and loss account		(236,506)	(154,342)
		<b>£ (236,406)</b>	<b>£ (154,242)</b>



Director - M W Denton

Date 9.4.97

The attached notes form part of these financial statements.

**LADMARSH LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1995**

**1. ACCOUNTING POLICIES**

**a. Accounting Convention**

The financial statements have been prepared in accordance with the historical cost convention. A summary of the more important accounting policies of the company, which have been applied consistently, is set out below.

**b. Tangible Fixed Assets**

Tangible fixed assets are stated at their purchase price, together with any incidental expenses of acquisition.

Depreciation is calculated so as to write off the cost or valuation of tangible fixed assets on a straight line basis over the expected useful lives of the assets concerned. The annual rate used for this purpose is:-

Freehold property	- 2% per annum
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**c. Turnover**

Turnover represents the total amount receivable from tenants.

**d. Cash Flow**

The financial statements do not include a cash flow statement because the company as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

**e. Foreign Currencies**

The company's accounting records are maintained in Pounds Sterling.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Monetary assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

**f. Going Concern**

The financial statements have been prepared on a going concern basis. This is considered appropriate as the shareholders will continue to provide financial support to the company for the foreseeable future.



**LADMARSH LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1995**

**2. OPERATING LOSS**

	<b>1995</b>	<b>1994</b>
	<b>£</b>	<b>£</b>
This is stated after charging:-		
Bad debts written off	31,624	30,440
Auditors remuneration	550	529
Depreciation of tangible fixed assets	3,523	5,523
Exchange loss	38,852	14,457
	=====	=====

**3. INTEREST PAYABLE**

Interest payable is on a bank loan, which was taken out for the purpose of purchasing the freehold property.

**4. TAXATION**

Taxation has not been provided in view of the loss incurred during the year (1994 - nil).

**5. TANGIBLE FIXED ASSETS**

<b>COST</b>	<b>Freehold Property</b>
	<b>£</b>
At 01.01.95	276,171
Additions	-
Disposals	-
	-----
At 31.12.95	276,171
	=====
 <b>DEPRECIATION</b>	
At 01.01.95	24,749
Charge for the year	5,523
Disposals	-
	-----
At 31.12.95	30,272
	=====
 <b>NET BOOK VALUE</b>	
At 31.12.94	£ 251,422
	=====
At 31.12.95	£ 245,899
	=====

**LADMARSH LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1995**

6.	<b>DEBTORS:</b> Amounts falling due within one year	<b>1995</b> £	<b>1994</b> £
	Trade debtors	62,099 =====	- =====
7.	<b>CREDITORS:</b> Amounts falling due within one year	<b>1995</b> £	<b>1994</b> £
	Bank loans and overdrafts	198,336	179,476
	Other creditors	6,592	5,978
	Accruals	13,428	10,582
	Shareholders loan	265,188	215,542
	Provision for bad debts	62,085	-
		£ 545,629 =====	£ 411,578 =====

The shareholders loan is interest free, unsecured and has no fixed repayment date.

8. **SHARE CAPITAL**

The authorised share capital of the company comprises 100 shares at £1 each, all of which have been issued and are fully paid (1994 - 100).

9. **CONTINGENT LIABILITIES**

There were no contingent liabilities as at the balance sheet date.

10. **CAPITAL COMMITMENTS**

There were no major capital commitments at the balance sheet date.

**LADMARSH LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1995**

**11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS**

	<b>1995</b> <b>£</b>	<b>1994</b> <b>£</b>
Loss for the financial year after taxation	( 82,164)	( 51,808)
Dividends	-	-
	-----	-----
Net reduction to shareholders funds	( 82,164)	( 51,808)
Opening shareholders funds at 01.01	(154,242)	(102,434)
	-----	-----
Closing shareholders funds at 31.12	<b>£ (236,406)</b> =====	<b>£ (154,242)</b> =====