

Company No:- 2109017

**LADMARSH LIMITED**  
**FINANCIAL STATEMENTS**  
**AS AT 31ST DECEMBER 1994**

**Edwards & Co.**  
Chartered Accountants  
Sceptre House  
169/173 Regent Street  
London W1R 7FB

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

**1143UP94**



## **LADMARSH LIMITED**

### **DIRECTORS REPORT**

The Directors submit their report and the audited financial statements for the year ended 31st December 1994.

#### **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 5 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 Denton  
J Beardsley

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 Bristlekn 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**

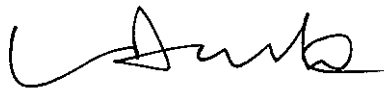
The company's result for the year was a loss after taxation of £51,808 (1993 - profit of £36,600).

The directors do not recommend the payment of a dividend (1993 - 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**

## EDWARDS & CO.

CHARTERED ACCOUNTANTS  
REGISTERED AUDITORS

### PARTNERS:

A. SARIKHANI, B.Sc., F.C.A.  
M.J. WICKERS, LL.B., A.C.A.  
G.P. LEASK, A.C.A., A.T.I.I.  
D.F. LAVIN  
D.A. MANSER, B.A.(Econ.), A.C.A.  
G.C.W. MacRAE, LL.B., A.C.A.

## LADMARSH LIMITED

### REPORT OF THE AUDITORS TO THE MEMBERS

Sceptre House,  
169/173 Regent Street,  
London W1R 7FB.  
Telephone: 0171-734 4104  
Facsimile: 0171-437 9509  
Telex: 25532 PROFNL G

We have audited the accounts on pages 5 to 9 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 1994 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

*25.10.95*

**LADMARSH LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER 1994**

|  | Notes | 1994<br>£          | 1993<br>£          |
|--|-------|--------------------|--------------------|
| Rent received and receivable               | 1c    | 23,696             | 55,644             |
| <b>ADMINISTRATIVE EXPENSES:-</b>           |       |                    |                    |
| Auditors remuneration                      |       | 529                | 470                |
| Bad debts written off                      |       | 30,460             | -                  |
| Legal and professional fees                |       | 9,219              | 9,688              |
| Bank charges                               |       | 391                | 366                |
| Other expenses                             |       | 351                | 311                |
| Loss/(profit) on exchange                  |       | 14,457             | ( 15,927)          |
| Depreciation                               |       | 5,523              | 5,523              |
|  |       | ( 60,930)          | ( 431)             |
| Operating (loss)/profit                    | 2     | ( 37,234)          | 55,213             |
| Bank interest receivable                   |       | -                  | 6                  |
| Bank interest payable                      | 3     | ( 14,574)          | ( 18,619)          |
| Profit/(loss) for the year before taxation |       | ( 51,808)          | 36,600             |
| Retained losses brought forward            |       | ( 102,534)         | (139,134)          |
| <b>RETAINED LOSSES CARRIED FORWARD</b>     |       | <b>£ (154,342)</b> | <b>£ (102,534)</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 1994**

|   | Notes | 1994<br>£                   | 1993<br>£                   |
|---|-------|-----------------------------|-----------------------------|
| <b>FIXED ASSETS</b>                                   |       |                             |                             |
| Tangible assets                                       | 5     | <u>251,422</u>              | <u>256,945</u>              |
| <b>CURRENT ASSETS</b>                                 |       |                             |                             |
| Cash at bank and in hand                              |       | 5,914                       | 17,527                      |
| Debtors   | 6     | <u>-</u>                    | <u>21,907</u>               |
|   |       | 5,914                       | 39,434                      |
| <b>CREDITORS: Amounts falling due within one year</b> | 7     | <u>(411,578)</u>            | <u>(398,813)</u>            |
| <b>NET CURRENT ASSETS/(LIABILITIES)</b>               |       | <u>(405,664)</u>            | <u>(359,379)</u>            |
| <b>TOTAL NET LIABILITIES</b>                          |       | <b>£ (154,242)</b><br>===== | <b>£ (102,434)</b><br>===== |
| <b>CAPITAL AND RESERVES</b>                           |       |                             |                             |
| Called up share capital                               | 8     | 100                         | 100                         |
| Profit and loss account                               |       | <u>(154,342)</u>            | <u>(102,534)</u>            |
|   |       | <b>£ (154,242)</b><br>===== | <b>£ (102,434)</b><br>===== |



Director - M W Denton

Date 25-10-95

The attached notes form part of these financial statements.

**LADMARSH LIMITED**

**NOTES TO THE ACCOUNTS**

**AS AT 31ST DECEMBER 1994**

**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 |
|-------------------|----------------|

**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 1994**

**2. OPERATING PROFIT/(LOSS)**

|   | <b>1994</b> | <b>1993</b> |
|---|-------------|-------------|
|   | <b>£</b>    | <b>£</b>    |
| This is stated after charging/(crediting):- |             |             |
| Bad debts written off                       | 30,440      | -           |
| Auditors remuneration                       | 529         | 470         |
| Depreciation of tangible fixed assets       | 5,523       | 5,523       |
| Exchange (gain)/loss                        | 14,457      | ( 15,927)   |
|   | =====       | =====       |

**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.

**5. TANGIBLE FIXED ASSETS**

| <b>COST</b>               | <b>Freehold Property</b> |
|---------------------------|--------------------------|
|                           | <b>£</b>                 |
| At 01.01.94               | 276,171                  |
| Additions                 | -                        |
| Disposals                 | -                        |
|                           | -----                    |
| At 31.12.94               | 276,171                  |
|                           | =====                    |
| <br><b>DEPRECIATION</b>   |                          |
| At 01.01.94               | 19,226                   |
| Charge for the year       | 5,523                    |
| Disposals                 | -                        |
|                           | -----                    |
| At 31.12.94               | 24,749                   |
|                           | =====                    |
| <br><b>NET BOOK VALUE</b> |                          |
| At 31.12.93               | £ 256,945                |
|                           | =====                    |
| At 31.12.94               | £ 251,422                |
|                           | =====                    |

**LADMARSH LIMITED**  
**NOTES TO THE ACCOUNTS**  
**AS AT 31ST DECEMBER 1994**

|    |   |                         |                         |
|----|---|-------------------------|-------------------------|
| 6. | <b>DEBTORS:</b> Amounts falling due within one year | <b>1994</b><br><b>£</b> | <b>1993</b><br><b>£</b> |
|    | Trade debtors                                       | -                       | 21,907                  |
|    |   | =====                   | =====                   |

|    |   |                         |                         |
|----|---|-------------------------|-------------------------|
| 7. | <b>CREDITORS:</b> Amounts falling due within one year | <b>1994</b><br><b>£</b> | <b>1993</b><br><b>£</b> |
|    | Bank loans and overdrafts                             | 179,476                 | 172,548                 |
|    | Other creditors                                       | 5,978                   | 5,750                   |
|    | Accruals  | 10,582                  | 8,773                   |
|    | Shareholders loan                                     | 215,542                 | 211,742                 |
|    |   | =====                   | =====                   |
|    |   | <b>£ 411,578</b>        | <b>£ 398,813</b>        |
|    |   | =====                   | =====                   |

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 (1993 - 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.

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

|  |                         |                         |
|--|-------------------------|-------------------------|
|  | <b>1994</b><br><b>£</b> | <b>1993</b><br><b>£</b> |
| Profit/(loss) for the financial year           | ( 51,808)               | 36,600                  |
| Dividends                                      | -                       | -                       |
|  | =====                   | =====                   |
| Net addition/(reduction) to shareholders funds | ( 51,808)               | 36,600                  |
| Opening shareholders funds at 01.01.94         | ( 102,434)              | ( 139,034)              |
|  | =====                   | =====                   |
| Closing shareholders funds at 31.12.94         | <b>£ ( 154,242)</b>     | <b>£ ( 102,434)</b>     |
|  | =====                   | =====                   |