

Company Registration No. 2220081 (England and Wales)

MARVELBID LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000



MARVELBID LIMITED

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MARVELBID LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2000

The directors present their report and financial statements for the year ended 30 June 2000.

Principal activities

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

Directors

The following directors have held office since 1 July 1999:

T G Coughlan
F E Gormley

Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	30 June 2000	1 July 1999
T G Coughlan	-	-
F E Gormley	-	-

Neither director had an interest in the share capital of the company. Their interest in the shares of the holding company are shown in the accounts of that company.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Gallagher & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

Directors' responsibilities

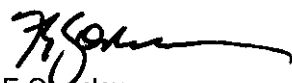
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- 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.

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



F E Gormley

Director

13 December 2000

MARVELBID LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF MARVELBID LIMITED

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 30 June 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Gallagher & Co

Chartered Accountants
Registered Auditor

13 December 2000

Titchfield House
69/85 Tabernacle Street
London
EC2A 4RR

MARVELBID LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2000

	Notes	2000 £	1999 £
Administrative expenses		(250)	(2,350)
Loss on ordinary activities before taxation	2	(250)	(2,350)
Tax on loss on ordinary activities	3	-	-
Loss on ordinary activities after taxation	7	(250)	(2,350)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

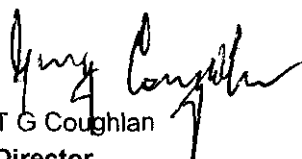
MARVELBID LIMITED

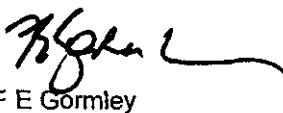
BALANCE SHEET AS AT 30 JUNE 2000

	Notes	2000 £	£	1999 £	£
Current assets					
Stocks		15,000		15,000	
Debtors	4	-		173,966	
		<u>15,000</u>		<u>188,966</u>	
Creditors: amounts falling due within one year	5	<u>(2,870,228)</u>		<u>(3,043,944)</u>	
Net current liabilities			(2,855,228)		(2,854,978)
Total assets less current liabilities			(2,855,228)		(2,854,978)
			<u>(2,855,228)</u>		<u>(2,854,978)</u>
Capital and reserves					
Called up share capital	6		2		2
Profit and loss account	7		(2,855,230)		(2,854,980)
Shareholders' funds - equity interests	8		<u>(2,855,228)</u>		<u>(2,854,978)</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 13 December 2000


T G Coughlan
Director


F E Gormley
Director

MARVELBID LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2000

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Stock

Stock is valued at the lower of cost and net realisable value.

1.4 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Operating loss

	2000	1999
	£	£
Operating loss is stated after charging:		
Auditors' remuneration	250	250
	<u>250</u>	<u>250</u>

3 Taxation

On the basis of these financial statements no provision has been made for corporation tax.

4 Debtors

	2000	1999
	£	£
Amounts owed by group undertakings and undertakings in which the company has a participating interest	-	173,966
	<u>-</u>	<u>173,966</u>

5 Creditors: amounts falling due within one year

	2000	1999
	£	£
Other creditors	2,870,228	3,043,944
	<u>2,870,228</u>	<u>3,043,944</u>

6 Share capital

	2000	1999
	£	£
Authorised		
1,000 Ordinary shares of £ 1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
2 Ordinary shares of £ 1 each	2	2
	<u>2</u>	<u>2</u>

MARVELBID LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2000

7 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 July 1999	(2,854,980)
Retained loss for the year	(250)
	<u> </u>
Balance at 30 June 2000	<u>(2,855,230)</u>

8 Reconciliation of movements in shareholders' funds

	2000 £	1999 £
Loss for the financial year	(250)	(2,350)
Opening shareholders' funds	(2,854,978)	(2,852,628)
	<u> </u>	<u> </u>
Closing shareholders' funds	<u>(2,855,228)</u>	<u>(2,854,978)</u>

9 Control

The ultimate parent company is Wandle Holdings PLC Limited, a company registered in England and Wales.