



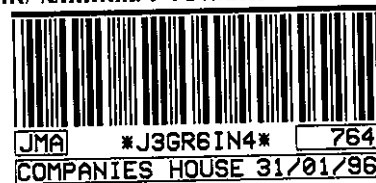
OAKLAND HOUSE PLC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 1995

Company Number : 2224600



OAKLAND HOUSE PLC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1995

INDEX	PAGE
Report of the directors	1 - 2
Report of the auditors	3
Accounting policies	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 10

OAKLAND HOUSE PLC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1995

Company registration number: 2324608

Registered office: Churchgate House
56 Oxford Street
Manchester
M1 6EU

Directors: P Bailey
D Samuels

Secretary: D Samuels

Bankers: Barclays Bank Plc
The Co-operative Bank Plc

Solicitors: Lyons Wilson & Co

Auditors: Grant Thornton
Registered Auditors
Chartered Accountants
Manchester

OAKLAND HOUSE PLC

REPORT OF THE DIRECTORS

The directors present their report together with the financial statements for the year ended 31 March 1995.

Principal activity

The company is principally engaged in commercial property development

Business review

The directors are pleased with results for the year given the generally depressed state of the building industry. During the year work was completed on one development site and a further site was purchased towards the end of the year. The directors consider future prospects to be satisfactory.

There was a profit for the year after taxation amounting to £111,446. The directors do not recommend payment of a dividend and the profit has therefore been retained.

Directors

The present membership of the Board is set out below. All directors served throughout the year.

	Ordinary Shares	
	31 March 1995	31 March 1994
P Bailey	7,500	7,500
D Samuels	7,500	7,500

Directors' responsibilities for the financial statements

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 :

- i select suitable accounting policies and then apply them consistently
- ii make judgements and estimates that are reasonable and prudent
- iii 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, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

OAKLAND HOUSE PLC

REPORT OF THE DIRECTORS

Change of company name and re-registration of a private company as a public company

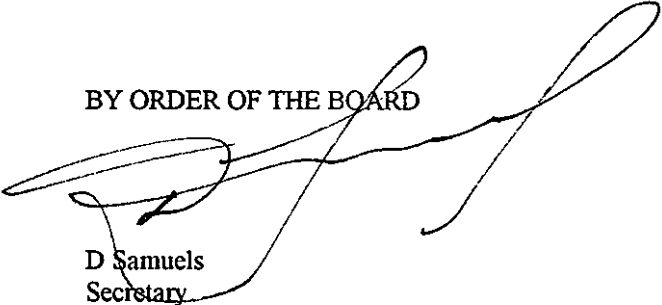
At an Extraordinary General Meeting held on 12 August 1994, a special resolution was passed, changing the name of the company from Oakland House (Holdings) Limited to Oakland House plc and having been formerly registered as a private company has been re-registered under the Companies Act 1985 as a public limited company.

Auditors

Grant Thornton were appointed auditors on 20 October 1994 to fill a casual vacancy in accordance with Section 388(1) of the Companies Act 1985.

Special notice pursuant to Section 388(3) having been given, a resolution to re-appoint Grant Thornton as auditors will be proposed at the Annual General Meeting.

BY ORDER OF THE BOARD



D Samuels
Secretary

30 January 1996

REPORT OF THE AUDITORS TO THE MEMBERS OF

OAKLAND HOUSE PLC

We have audited the financial statements on pages 4 to 10 which have been prepared under the accounting policies set out on page 4.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of the 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 director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistency 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 at 31 March 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
MANCHESTER

30 January 1996

OAKLAND HOUSE PLC

PRINCIPAL ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below:-

Turnover

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

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred taxation

Deferred taxation 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.

OAKLAND HOUSE PLC**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 MARCH 1995**

	Note	1995 £	1994 £
Turnover	1	1,228,108	7,106
Cost of sales		<u>1,031,605</u>	<u>-</u>
Gross profit		196,503	7,106
Other operating charges	2	<u>24,764</u>	<u>10,993</u>
Operating profit/(loss)		171,739	(3,887)
Exceptional item			
Profit on sale of fixed asset in continuing operations		<u>-</u>	<u>434,701</u>
		171,739	430,814
Net interest	3	<u>23,243</u>	<u>195,113</u>
Profit on ordinary activities before taxation	1	148,496	235,701
Tax on profit on ordinary activities	5	<u>37,050</u>	<u>59,000</u>
Profit on ordinary activities after taxation	12	111,446	176,701
Dividends		-	71,692
Profit retained	11	<u><u>111,446</u></u>	<u><u>105,009</u></u>

There were no recognised gains or losses other than the profit for the year.

The accompanying accounting policies and notes form an integral part of these financial statements.

OAKLAND HOUSE PLC

BALANCE SHEET AT 31 MARCH 1995

	Note	£	1995 £	1994 £
Current assets				
Stocks	7	837,692		-
Debtors	8	84,449		26,486
Cash at bank		<u>283</u>		<u>128,774</u>
		922,424		155,260
Creditors due within one year	9	<u>716,063</u>		<u>60,345</u>
Net current assets			<u>206,361</u>	<u>94,915</u>
Capital and reserves				
Called up share capital	10		15,000	15,000
Reserves	11		<u>191,361</u>	<u>79,915</u>
Shareholders' funds	12		<u>206,361</u>	<u>94,915</u>

These financial statements were approved by the Board of Directors on 30 January 1996.

P Bailey

D Samuels

)
) Directors
)

The accompanying accounting policies and notes form an integral part of these financial statements.

OAKLAND HOUSE PLC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1995

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Turnover and profit before taxation are attributable to the one principal activity of the company.

The profit on ordinary activities is stated after :

	1995 £	1994 £
Auditors' remuneration	<u>2,000</u>	<u>875</u>

2 OTHER OPERATING CHARGES

	1995 £	1994 £
Administrative expenses	24,764	10,302
Other operating charges	-	691
	<u>24,764</u>	<u>10,993</u>

3 NET INTEREST

	1995 £	1994 £
On bank loans, overdrafts and other loans:		
Repayable within 5 years, otherwise than by instalments	10,610	198,009
Repayable within 5 years, by instalments	<u>13,500</u>	-
	24,110	198,009
Bank interest receivable	<u>(867)</u>	<u>(2,896)</u>
	<u>23,243</u>	<u>195,113</u>

4 DIRECTORS AND EMPLOYEES

There were no employees other than the two directors during the year.

No remuneration was paid to the directors during the year (1994 : £Nil).

OAKLAND HOUSE PLC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1995

5 TAX ON PROFIT ON ORDINARY ACTIVITIES

The taxation charge is based on the profit for the year and represents :

	1995 £	1994 £
Corporation tax at 25%	37,125	59,000
Adjustments in respect of prior year:		
Corporation tax	(75)	-
	<u>37,050</u>	<u>59,000</u>
Close company legislation		

The company is a close company as defined by Section 414 of the Income and Corporation Taxes Act 1988.

6 DIVIDENDS

	1995 £	1994 £
Ordinary shares - interim dividend	<u>-</u>	<u>71,692</u>

7 STOCKS

	1995 £	1994 £
Short-term work in progress	<u>837,692</u>	<u>-</u>

8 DEBTORS

	1995 £	1994 £
Other debtors	81,996	5,672
Prepayments and accrued income	2,453	-
Advance corporation tax recoverable	-	20,814
	<u>84,449</u>	<u>26,486</u>

Included in other debtors is a balance due by the Bailey and Samuels partnership, of which P Bailey and D Samuels are the partners as follows :

	Amount outstanding		Maximum liability
	1995	1994	during year
	£	£	£
Bailey and Samuels partnership	<u>81,996</u>	<u>-</u>	<u>81,996</u>

OAKLAND HOUSE PLC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1995

9 CREDITORS DUE WITHIN ONE YEAR

	1995 £	1994 £
Bank loans	238,920	-
Corporation tax	37,125	59,000
Other creditors	434,195	-
Accruals	<u>5,823</u>	<u>1,345</u>
	<u>716,063</u>	<u>60,345</u>

The bank loans are secured by fixed and floating charges over the company's properties and assets.

Included in other creditors is an amount of £434,195 (1994 : £Nil) due to Oakland Housebuilders Limited of which P. Bailey and D. Samuels are the directors and shareholders.

10 SHARE CAPITAL

	1995 £	1994 £
Authorised		
100,000 ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted called up and fully paid		
15,000 ordinary shares of £1 each	<u>15,000</u>	<u>15,000</u>

11 RESERVES

	Profit and loss account £
At 1 April 1994	79,915
Retained profit for the year	<u>111,446</u>
At 31 March 1995	<u>191,361</u>

OAKLAND HOUSE PLC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1995

12 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1995 £	1994 £
Profit for the financial year	111,446	176,701
Dividends	-	(71,692)
	<u>111,446</u>	<u>105,009</u>
Issue of shares	-	14,901
Other movement in shareholders' funds	-	(14,901)
	<u>111,446</u>	<u>105,009</u>
Net increase in shareholders' funds	94,915	(10,094)
Shareholders' funds at 1 April 1994	206,361	94,915
Shareholders' funds at 31 March 1995	<u>206,361</u>	<u>94,915</u>

13 TRANSACTIONS WITH RELATED PARTIES

During the year the company received design and building development services to the value of £1,046,329 from Oakland Housebuilders Limited of which P. Bailey and D. Samuels are the directors and shareholders. All services were charged at normal market prices.