

OAKLAND HOUSE PLC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 1996

Company Number : 2324608



OAKLAND HOUSE PLC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996

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

OAKLAND HOUSE PLC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996

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OAKLAND HOUSE PLC

REPORT OF THE DIRECTORS

The directors present their report together with financial statements for the year ended 31 March 1996.

Principal activity

The company is principally engaged in commercial property development

Business review

During the year sales on one development site were completed with satisfactory results. For another development site on which work has been carried out during the year, the directors are disappointed with the results which are attributable to site location and market conditions. The directors consider future prospects to be satisfactory.

There was a loss for the year after taxation amounting to £34,008 (1995 profit : £111,446). The directors do not recommend payment of a dividend.

Directors

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

	Ordinary Shares	
	31 March 1996	1 April 1995
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

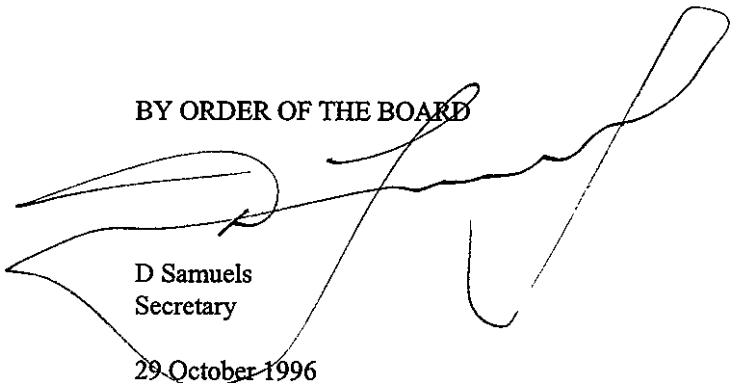
Change of company name

Since the year end, at an Extraordinary General Meeting held on 9 April 1996, a special resolution was passed changing the name of the company from Oakland House plc to Oakland House Limited, re-registered as a private company limited by shares.

Auditors

Grant Thornton offer themselves for re-appointment as auditors in accordance with Section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD



D Samuels
Secretary

29 October 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 directors 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 1996 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
MANCHESTER

29 October 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 1996**

	Note	1996 £	1995 £
Turnover	1	1,182,545	1,228,108
Cost of sales		<u>1,196,082</u>	<u>1,031,605</u>
Gross (loss)/profit		(13,537)	196,503
Other operating charges	2	<u>7,922</u>	<u>24,764</u>
Operating (loss)/profit		(21,459)	171,739
Net interest	3	<u>23,285</u>	<u>23,243</u>
(Loss)/profit on ordinary activities before taxation	1	(44,744)	148,496
Tax on (loss)/profit on ordinary activities	5	(10,736)	37,050
(Loss)/profit for the financial year	10	<u><u>(34,008)</u></u>	<u><u>111,446</u></u>

There were no recognised gains or losses other than the loss 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 1996

	Note	£	1996 £	1995 £
Current assets				
Stocks	6	653,333		837,692
Debtors	7	56,466		84,449
Cash at bank		69,296		283
		<u>779,095</u>		<u>922,424</u>
Creditors due within one year	8	<u>606,742</u>		<u>716,063</u>
Net current assets			<u>172,353</u>	<u>206,361</u>
Capital and reserves				
Called up share capital	9		15,000	15,000
Reserves	10		157,353	191,361
Shareholders' funds	11		<u>172,353</u>	<u>206,361</u>

These financial statements were approved by the Board of Directors on 29 October 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 1996

1 TURNOVER AND (LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The turnover is attributable to the one principal activity of the company.

The (loss)/profit on ordinary activities is stated after :

	1996 £	1995 £
Auditors' remuneration	<u>2,000</u>	<u>2,000</u>

2 OTHER OPERATING CHARGES

	1996 £	1995 £
Administrative expenses	<u>7,922</u>	<u>24,764</u>

3 NET INTEREST

	1996 £	1995 £
On bank loans and overdrafts	22,692	10,610
Other interest payable	<u>593</u>	<u>13,500</u>
	23,285	24,110
Bank interest receivable	<u>-</u>	<u>(867)</u>
	<u>23,285</u>	<u>23,243</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 (1995 : £Nil).

OAKLAND HOUSE PLC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996

5 TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES

The taxation (credit)/charge is based on the (loss)/profit for the year and represents :

	1996 £	1995 £
Corporation tax at 25%	(10,735)	37,125
Adjustments in respect of prior year:		
Corporation tax	(1)	(75)
	<u>(10,736)</u>	<u>37,050</u>
Close company legislation		

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

6 STOCKS

	1996 £	1995 £
Short-term work in progress	<u>653,333</u>	<u>837,692</u>

7 DEBTORS

	1996 £	1995 £
Trade debtors	1,500	-
Other debtors	51,058	81,996
Prepayments	3,908	2,453
	<u>56,466</u>	<u>84,449</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
	1996	1995	during year
	£	£	£
Bailey and Samuels partnership	<u>39,623</u>	<u>81,996</u>	<u>81,996</u>

OAKLAND HOUSE PLC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996

8 CREDITORS DUE WITHIN ONE YEAR

	1996 £	1995 £
Bank loan	191,362	238,920
Corporation tax	37,124	37,125
Other creditors	373,428	434,195
Accruals	4,828	5,823
	<u>606,742</u>	<u>716,063</u>

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

Included in other creditors is an amount of £372,928 (1995 : £434,195) due to Oakland House Developments Limited of which P Bailey and D Samuels are the directors and shareholders.

9 SHARE CAPITAL

	1996 £	1995 £
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>

10 RESERVES

	Profit and loss account £
At 1 April 1995	191,361
Loss for the financial year	(34,008)
At 31 March 1996	<u>157,353</u>

OAKLAND HOUSE PLC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996

11 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1996	1995
	£	£
(Loss)/profit for the financial year	(34,008)	111,446
Shareholders' funds at 1 April 1995	206,361	94,915
Shareholders' funds at 31 March 1996	<u>172,353</u>	<u>206,361</u>

12 TRANSACTIONS WITH RELATED PARTIES

During the year the company received design and building development services to the value of £738,446 from Oakland House Developments Limited of which P Bailey and D Samuels are the directors and shareholders. All services were charged at normal market prices.