

**OAKLAND HOUSE LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 1997

**Company Number : 2324608**



**OAKLAND HOUSE LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 1997**

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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 LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 1997**

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# **OAKLAND HOUSE LIMITED**

## **REPORT OF THE DIRECTORS**

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The directors present their report together with financial statements for the year ended 31 March 1997.

### **Principal activity**

The company is principally engaged in commercial property development

### **Business review**

During the year sales were completed on the development site which had provided disappointing results last year. The directors are again 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 £65,404 (1996 : £34,008). The directors do not recommend payment of a dividend.

### **Directors**

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

	<b>Ordinary Shares</b>	
	<b>31 March 1997</b>	<b>1 April 1996</b>
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 LIMITED**

## **REPORT OF THE DIRECTORS**

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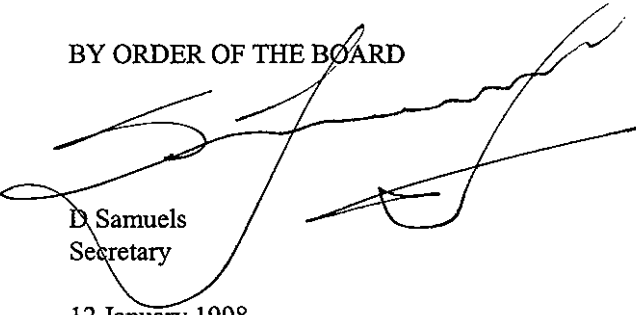
### **Re-registration of company**

At an Extraordinary General Meeting held on 9 April 1996, a special resolution was passed, re-registering the company from a public company "Oakland House PLC" to a private company "Oakland House Limited".

### **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

12 January 1998

## **REPORT OF THE AUDITORS TO THE MEMBERS OF**

### **OAKLAND HOUSE LIMITED**

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.

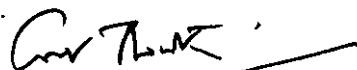
#### **Basis of opinion**

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 1997 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**

**12 January 1998**

## **OAKLAND HOUSE LIMITED**

### **PRINCIPAL ACCOUNTING POLICIES**

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#### **BASIS OF PREPARATION**

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 LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 MARCH 1997**

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	<b>Note</b>	<b>1997 £</b>	<b>1996 £</b>
Turnover	1	703,329	1,182,545
Cost of sales		<u>780,218</u>	<u>1,196,082</u>
Gross loss		(76,889)	(13,537)
Other operating income and charges	2	<u>5,083</u>	<u>(7,922)</u>
<b>Operating loss</b>		(71,806)	(21,459)
Net interest	3	<u>5,115</u>	<u>23,285</u>
<b>Loss on ordinary activities before taxation</b>	1	(76,921)	(44,744)
Tax on loss on ordinary activities	5	11,517	10,736
<b>Loss for the financial year</b>	10	<u><u>(65,404)</u></u>	<u><u>(34,008)</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 LIMITED

## BALANCE SHEET AT 31 MARCH 1997

	Note	£	1997 £	1996 £
<b>Current assets</b>				
Stocks	6	31,035		653,333
Debtors	7	78,813		56,466
Cash at bank		212		69,296
		<u>110,060</u>		<u>779,095</u>
<b>Creditors : amounts falling due within one year</b>	8	<u>3,111</u>		<u>606,742</u>
<b>Net current assets</b>			<u>106,949</u>	<u>172,353</u>
<b>Capital and reserves</b>				
Called up share capital	9		15,000	15,000
Reserves	10		<u>91,949</u>	<u>157,353</u>
<b>Shareholders' funds</b>	11		<u>106,949</u>	<u>172,353</u>

The financial statements were approved by the Board of Directors on 12 January 1998.

P Bailey

D Samuels

)  
) Directors  
)

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

# OAKLAND HOUSE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1997

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### 1 TURNOVER AND LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

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

The loss on ordinary activities is stated after :

	1997 £	1996 £
Auditors' remuneration	<u>2,000</u>	<u>2,000</u>

### 2 OTHER OPERATING INCOME AND CHARGES

	1997 £	1996 £
Administrative expenses	3,065	7,922
Other operating income	<u>(8,148)</u>	<u>-</u>
	<u>(5,083)</u>	<u>7,922</u>

### 3 NET INTEREST

	1997 £	1996 £
On bank loans and overdrafts	4,837	22,692
Other interest payable	<u>442</u>	<u>593</u>
	5,279	23,285
Bank interest receivable	<u>164</u>	<u>-</u>
	<u>5,115</u>	<u>23,285</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 (1996 : £Nil).

**OAKLAND HOUSE LIMITED****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 1997****5 TAX ON LOSS ON ORDINARY ACTIVITIES**

The tax credit represents :

	1997 £	1996 £
Corporation tax at 24% (1996 : 25%)	19,120	10,735
Adjustments in respect of prior year: Corporation tax	(7,603)	1
	<u>11,517</u>	<u>10,736</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**

	1997 £	1996 £
Short-term work in progress	-	653,333
House for resale	31,035	-
	<u>31,035</u>	<u>653,333</u>

The company has agreed to provide the above asset as security in respect of the bank borrowings of the Bailey and Samuels partnership of which P Bailey and D Samuels are the partners.

**7 DEBTORS**

	1997 £	1996 £
Trade debtors	-	1,500
Other debtors	78,355	51,058
Prepayments and accrued income	458	3,908
	<u>78,813</u>	<u>56,466</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
	1997	1996	during year
	£	£	£
Bailey and Samuels partnership	<u>55,623</u>	<u>39,623</u>	<u>55,623</u>

**OAKLAND HOUSE LIMITED****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 1997****8 CREDITORS : AMOUNTS FALLING DUE WITHIN ONE YEAR**

	1997 £	1996 £
Bank loan	-	191,362
Corporation tax	-	37,124
Other creditors	610	373,428
Accruals	2,501	4,828
	<u>3,111</u>	<u>606,742</u>

Included in other creditors is an amount of £610 (1996 : £372,928) due to Oakland House Developments Limited of which P Bailey and D Samuels are the directors and shareholders.

**9 SHARE CAPITAL**

	1997 £	1996 £
<b>Authorised</b> 100,000 ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
<b>Allotted called up and fully paid</b> 15,000 ordinary shares of £1 each	<u>15,000</u>	<u>15,000</u>

**10 RESERVES**

	<b>Profit and loss account £</b>
At 1 April 1996	157,353
Loss for the financial year	(65,404)
At 31 March 1997	<u>91,949</u>

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

	1997 £	1996 £
Loss for the financial year	(65,404)	(34,008)
Shareholders' funds at 1 April 1996	172,353	206,361
Shareholders' funds at 31 March 1997	<u>106,949</u>	<u>172,353</u>

# **OAKLAND HOUSE LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 1997**

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### **12 TRANSACTIONS WITH RELATED PARTIES**

During the year the company received design and building development services to the value of £73,410 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. Other transactions and balances with related parties are disclosed in the relevant notes to the accounts.