

REGISTERED NUMBER: 2527062 (England and Wales)

Report of the Directors and
Financial Statements for the Year Ended 31 March 1998
for
Bulldog Properties Ltd



Bulldog Properties Ltd

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for the Year Ended 31 March 1998

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Bulldog Properties Ltd

Company Information
for the Year Ended 31 March 1998

DIRECTORS:

R Q Hoare
M R Riley
Sir Andrew Cunynghame Bt.
E J Lane Fox

SECRETARY:

Sir Andrew Cunynghame Bt.

REGISTERED OFFICE:

37 Fleet Street
London
EC4P 4DQ

REGISTERED NUMBER:

2527062 (England and Wales)

AUDITORS:

Roberts & Co
Chartered Accountants
Registered Auditors
136 Kensington Church Street
London
W8 4BH

Bulldog Properties Ltd

Report of the Directors **for the Year Ended 31 March 1998**

The directors present their report with the financial statements of the company for the year ended 31 March 1998.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the purchase and sale of properties.

DIRECTORS

The directors during the year under review were:

R Q Hoare
M R Riley
Sir Andrew Cunynghame Bt.
E J Lane Fox

The beneficial interests of the directors holding office on 31 March 1998 in the issued share capital of the company were as follows:

	31.3.98	1.4.97
Ordinary £1 shares		
R Q Hoare	-	-
M R Riley	-	-
Sir Andrew Cunynghame Bt.	-	-
E J Lane Fox	30	30

STATEMENT OF 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 judgments 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.

AUDITORS

The auditors, Roberts & Co, will be proposed for re-appointment in accordance with Section 385A of the Companies Act 1985.

Bulldog Properties Ltd

Report of the Directors
for the Year Ended 31 March 1998

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:



.....
Sir Andrew Cunynghame Bt. - SECRETARY

Dated: 10th Sept 1998

Bulldog Properties Ltd

**Report of the Auditors to the Shareholders of
Bulldog Properties Ltd**

We have audited the financial statements on pages five to nine which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page seven.

Respective responsibilities of directors and auditors

As described on page two 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.

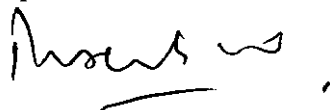
Basis of opinion

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 judgments 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 31 March 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.



Roberts & Co
Chartered Accountants
Registered Auditors
136 Kensington Church Street
London
W8 4BH

Dated: 10 September 1998

Bulldog Properties Ltd**Profit and Loss Account**
for the Year Ended 31 March 1998

		1998	1997
	Notes	£	£
TURNOVER	2	214,500	2,101,537
Cost of sales		212,873	1,622,250
GROSS PROFIT		1,627	479,287
Administrative expenses		5,312	11,758
		(3,685)	467,529
Other operating income		600	800
OPERATING (LOSS)/PROFIT	3	(3,085)	468,329
Interest receivable and similar income	4	13,850	4,167
		10,765	472,496
Interest payable and similar charges		5,948	18,505
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		4,817	453,991
Tax on profit on ordinary activities	5	984	148,849
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		3,833	305,142
Retained profit brought forward		365,641	60,499
RETAINED PROFIT CARRIED FORWARD		£369,474	£365,641

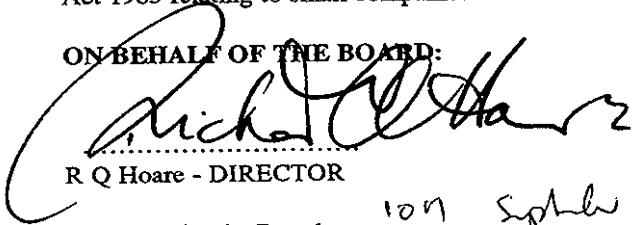
The notes form part of these financial statements

Bulldog Properties Ltd**Balance Sheet****31 March 1998**

	Notes	1998		1997	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	6		409		613
CURRENT ASSETS:					
Stocks	7	2,791,233		11,643	
Debtors	8	190,655		6,741	
Cash at bank		-		832,065	
		2,981,888		850,449	
CREDITORS: Amounts falling due within one year	9	2,612,723		485,321	
NET CURRENT ASSETS:			369,165		365,128
TOTAL ASSETS LESS CURRENT LIABILITIES:			£369,574		£365,741
CAPITAL AND RESERVES:					
Called up share capital	10		100		100
Profit and loss account			369,474		365,641
Shareholders' funds			£369,574		£365,741

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

ON BEHALF OF THE BOARD:



R Q Hoare - DIRECTOR

Approved by the Board on 10th Sep 1998

The notes form part of these financial statements

Bulldog Properties Ltd

Notes to the Financial Statements **for the Year Ended 31 March 1998**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover represents net proceeds arising from the sale of properties.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on cost

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. TURNOVER

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

3. OPERATING (LOSS)/PROFIT

The operating loss (1997 - operating profit) is stated after charging:

	1998	1997
	£	£
Depreciation - owned assets	204	204
Auditors' remuneration	940	1,045
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	1998	1997
	£	£
Deposit account interest	13,850	2,291
Other interest	-	1,876
	<u> </u>	<u> </u>
	13,850	4,167
	<u> </u>	<u> </u>

Bulldog Properties Ltd**Notes to the Financial Statements**
for the Year Ended 31 March 1998**5. TAXATION**

The tax charge on the profit on ordinary activities for the year was as follows:

	1998 £	1997 £
UK Corporation Tax	984	148,849

UK Corporation Tax has been charged at 21% (1997 - 33%).

6. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST:	
At 1 April 1997 and 31 March 1998	817
DEPRECIATION:	
At 1 April 1997	204
Charge for year	204
At 31 March 1998	408
NET BOOK VALUE:	
At 31 March 1998	409
At 31 March 1997	613

7. STOCKS

	1998 £	1997 £
Properties for resale	2,791,233	11,643

Properties for resale are valued at the lower of cost and net realisable value.

**8. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	1998 £	1997 £
Trade debtors	190,655	-
Other debtors	-	6,741
	190,655	6,741

Bulldog Properties Ltd

Notes to the Financial Statements
for the Year Ended 31 March 1998

**9. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	1998	1997
	£	£
Bank loans and overdrafts	1,084,110	-
Trade creditors	15,588	-
Loans	99,970	99,970
Due to Parent Undertaking	793,263	233,263
Corporation tax	1,052	148,849
Due to Related Undertaking	600,000	-
Accrued expenses	18,740	3,239
	<u>2,612,723</u>	<u>485,321</u>

The loan of £99,970 is an amount due to a director, Edward Lane Fox. The amount is free of interest and repayable on demand.

10. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	1998	1997
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	1998	1997
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

11. ULTIMATE PARENT COMPANY

The company's ultimate holding company is Bulldog Holdings Ltd., a company incorporated in England and Wales.

12. CONTINGENT LIABILITIES

The company's bankers hold an unlimited guarantee given by the holding company and the company has given an unlimited guarantee in respect of a fellow subsidiary.