

MOLYNEUX PROPERTIES LIMITED

FINANCIAL STATEMENTS

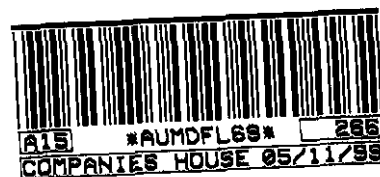
FOR THE YEAR ENDED 30 NOVEMBER 1998

Registered Office

C.B. Heslop & Co.
Chartered Accountants and
Registered Auditors
The Old School
51 Princes Road
Weybridge
Surrey

Registered Number

2617873



Molyneux Properties Limited

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for the Year Ended 30 November 1998**

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Molyneux Properties Limited

**Company Information
for the Year Ended 30 November 1998**

DIRECTOR

G. Ingham

SECRETARY

W.D.Smithers

REGISTERED OFFICE

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51 Princes Road
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Molyneux Properties Limited

Report of the Director for the Year Ended 30 November 1998

The director presents his report for the year ended 30 November 1998.

Business Review and Future Developments

The principal activity of the company in the year under review was that of developers and refurbishers of property. The director reports that the turnover for the year was £229,933 (1997 £966,407) with profit before tax of £28,119 (1997 profit £58,982). The director is satisfied with the Company's progress during the year.

Results and Dividends

The results for the year and the movement on reserves are set out in detail in the accounts. The director does not recommend payment of a dividend for the current year.

Fixed Assets

Details of changes in fixed assets are set out in Note 5 to the accounts.

Directors and their Interests

The director of the Company during the year and his interest in the share capital of the Company was as follows:

Ordinary Shares of £1 each

	30 November 1998	30 November 1997
G I Ingham	99	99

Close Company Status

In the opinion of the director the Company is a close company within the meaning of the Income and Corporation Taxes Act 1988.

Auditors

No auditors were proposed.

By order of the board



W D Smithers
Secretary

Dated: 29 October 1999

Molyneux Properties Limited

**Profit and Loss Account
for the Year Ended 30 November 1998**

	Notes	1998	1997
TURNOVER	1.2	229,933	966,407
Cost of sales		<u>168,251</u>	<u>877,797</u>
GROSS PROFIT		61,682	88,610
Administration expenses		<u>28,718</u>	<u>25,443</u>
OPERATING PROFIT	3	32,964	63,167
Interest payable and similar charges		<u>4,845</u>	<u>4,185</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		28,119	58,982
Tax on profit on Ordinary Activities	4	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		28,119	58,982
Deficit Brought Forward		<u>(122,679)</u>	<u>(181,661)</u>
DEFICIT CARRIED FORWARD		<u>(94,560)</u>	<u>(122,679)</u>

There are no recognised gains and losses in the year other than the profit for the year. All of the Company's operations are classed as continuing.

The notes form part of these financial statements.

Molyneux Properties Limited**Balance Sheet as at 30 November 1998**

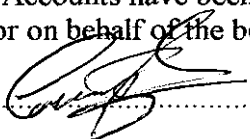
		1998	1997
	Notes		
FIXED ASSETS			
Tangible assets	5	15,936	20,093
CURRENT ASSETS			
Stock	1.4	12,632	62,400
Debtors	6	9,780	-
Cash at bank		2	56
		<u>22,414</u>	<u>62,456</u>
CREDITORS			
Amounts falling due within one year	7	<u>117,518</u>	<u>186,334</u>
NET CURRENT LIABILITIES		<u>(95,104)</u>	<u>(123,878)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(79,168)</u>	<u>(103,875)</u>
CREDITORS			
Amounts falling due after more than one year		15,292	18,794
		<u>(94,460)</u>	<u>(122,579)</u>
CAPITAL AND RESERVES			
Share capital - called up	10	100	100
Profit and Loss account		<u>(94,560)</u>	<u>(122,679)</u>
		<u>(94,460)</u>	<u>(122,579)</u>

For the year ended 30 November 1998 the Company was entitled to the exemption under section 249A(1), Companies Act 1985, from the appointment of auditors. No notice from members requiring an audit has been deposited under section 249B(2), Companies Act 1985.

The director acknowledges his responsibility for ensuring that the Company keeps accounting records, which comply with section 221, Companies Act 1985 and for preparing Accounts, which give a true and fair view of the state of affairs of the Company at 30 November 1998 and of its loss for the financial year then ended, in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act relating to Accounts so far as applicable to the Company. As a result of the financial position of the Company, the director undertakes to postpone his own debt to those of the other creditors and personally that all amounts due to creditors will be met as and when they fall due.

In preparing these abbreviated Accounts the director has relied upon the exemptions for individual accounts provided by section 246 and has done so on the grounds that the Company is entitled to those exemptions as a small company.

These Accounts have been approved by the Company's board of directors and are signed by a director on behalf of the board.



29 October 1999

Molyneux Properties Limited

Notes to the financial statements for the Year Ended 30 November 1998

1. ACCOUNTING POLICIES

1. These financial statements are prepared under historical cost convention.
2. **TURNOVER** represents the invoiced amount of goods sold, net of value added tax.
3. **PROVISION** is made for the depreciation of all tangible assets at rates calculated to write off the cost over its expected useful life at 25% per annum on reducing balance.
4. **STOCKS** Work in progress is valued at lower of cost and net realisable value. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.
5. **CASH FLOW STATEMENT** is not produced as the Company is a small company.

2. TURNOVER

Turnover is attributable to the one principal activity of the Company which is that of developing and refurbishing of property.

3. OPERATING PROFIT

	1998	1997
This is stated after charging:		
Auditors' remuneration	-	1,350
Depreciation on owned assets	5,111	4,199

4. TAXATION

	1998	1997
No liability to UK Corporation Tax arose on ordinary activities for the year ended 30 November 1998, nor for the year ended 30 November 1997.	-	-

Molyneux Properties Limited**Notes to the financial statements****For the year ended 30 November 1998****5. TANGIBLE FIXED ASSETS**

	Plant & Machinery	Fixtures & Fittings	Motor Vehicles	Totals
COST:				
At 1 December 1997	26,685	482	875	28,042
Additions	-	1,153	-	1,153
At 30 November 1998	26,685	1,635	875	29,195
DEPRECIATION:				
At 1 December 1997	7,609	121	219	7,949
Charge for year	4,769	378	164	5,311
At 30 November 1998	12,378	499	383	13,260
NET BOOK VALUE:				
At 30 November 1998	14,307	1,136	492	15,935
At 30 November 1997	19,076	361	656	20,093

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

	1998	1997
Trade debtors	12,632	-
Other Debtors	9,782	-
	<u>22,414</u>	<u>-</u>

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

	1998	1997
Trade creditors and Directors current account	110,106	121,506
Corporation tax	-	-
Social Security and Other taxes	2,022	3,426
Bank Loans and overdrafts	3,704	60,052
Accrued Expenses	1,686	1,350
	<u>117,518</u>	<u>186,334</u>

Molyneux Properties Limited**Notes to the financial statements****For the year ended 30 November 1998****8. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	1998	1997
Bank Loans	15,292	18,794

9. SECURED DEBTS

The following secured debts are included with creditors:

	1998	1997
Bank overdrafts	3,704	60,052
Bank Loans	15,292	18,794
	<u>18,996</u>	<u>78,846</u>

10. SHARE CAPITAL

	Authorised	Issued & fully paid	
		1998	1997
Ordinary shares of £1 each	<u>1000</u>	<u>1000</u>	<u>1000</u>
	Allotted	Issued & fully paid	
		1998	1997
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>

11. MOVEMENTS IN SHAREHOLDERS FUNDS

	1998	1997
Profit for financial year	28,119	58,982
Funds at 30 November 1997 and 1996	<u>(122,679)</u>	<u>(181,661)</u>
Closing shareholders funds	<u>(94,560)</u>	<u>(122,679)</u>

Molyneux Properties Limited**Trading and Profit and Loss Account
for the Year Ended 30 November 1998**

	1998	1997
SALES	229,933	966,407
COST OF SALES		
Opening work in progress	62,400	315,110
Purchases & direct costs	118,483	625,087
	<u>180,883</u>	<u>940,197</u>
Closing work in progress	<u>(12,632)</u>	<u>(62,400)</u>
GROSS PROFIT	168,251	877,797
	61,682	88,610
ADMINISTRATIVE EXPENSES		
Trade Insurance	2,315	2,084
Post, Printing, Stationery	275	743
Telephone	2,810	4,130
Motor Expenses	2,522	4,416
Travelling	272	266
Entertaining	1,040	1,103
Auditors Remuneration	-	1,350
Legal & Professional Fees	9,432	4,695
Sundries	147	44
	<u>(18,812)</u>	<u>(18,831)</u>
	<u>42,870</u>	<u>69,779</u>
FINANCE COSTS		
Bank and Loan Interest	4,845	1,720
Bank Charges	4,795	2,413
	<u>9,640</u>	<u>6,598</u>
	33,230	63,181

Molyneux Properties Limited

**Trading and Profit and Loss Account
for the Year Ended 30 November 1998**

	1998	1997
DEPRECIATION		
Plant & Machinery	4,569	3,859
Fixtures & Fittings	378	121
Motor Vehicles	164	219
	<u>5,111</u>	<u>4,199</u>
NET PROFIT	<u>28,119</u>	<u>58,982</u>