

Co. No 2678051

LOUGHTON PROPERTIES LIMITED

2001 REPORT AND ACCOUNTS



LOUGHTON PROPERTIES LIMITED

DIRECTORS P L Bennetts
 Mrs R K C Bennetts

SECRETARY M R Haines

REGISTERED OFFICE 51 Albert Street
 London NW1 7LX

REGISTERED NUMBER 2678051

2001 REPORT AND ACCOUNTS

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LOUGHTON PROPERTIES LIMITED

DIRECTORS' REPORT

The Directors present their Report and Accounts for the year ended 30th June, 2001

PRINCIPAL ACTIVITY

The Company's principal activity was that of an investment company. The Company owns a freehold property in Loughton, Essex.

FIXED ASSETS

Movements in fixed assets are shown in the notes on the accounts.

The Directors are of the opinion that at 30th June, 2001 the open market value of the property was £245,000.

DIVIDENDS

The Directors do not recommend the payment of a dividend.

DIRECTORS

The Directors who served during the year and their beneficial interests in the share capital of the Company were as follows -

	<u>2001</u>	<u>2000</u>
P L Bennetts	99,999	99,999
Mrs R K C Bennetts	1	1

DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE PREPARATION OF ACCOUNTS

Company law requires the Directors to prepare accounts for each financial year or period which give a true and fair view of the state of affairs of the Company at the end of the accounting year and of the profit or loss of the Company for the year. In preparing those accounts the Directors are required to -

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the accounts;
- * prepare the accounts on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are also 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 accounts 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.

SMALL COMPANIES EXEMPTION

Advantage is taken in the preparation of the Directors Report of the special exemptions applicable to small companies conferred by Part VII of the Companies Act 1985. In the Directors' opinion, the Company is entitled to those exemptions as a small company.

BY ORDER OF THE BOARD

R Haines

Secretary

LOUGHTON PROPERTIES LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH JUNE, 2001**

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
OPERATING INCOME			
Rents receivable		0	7,050
Administrative expenses		1,692	6,452
OPERATING PROFIT	2	-1,692	598
Interest payable	3	0	3,730
(Loss)/Profit on ordinary activities before tax		-1,692	-3,132
TAX	4	0	-325
(Loss)/Profit for the year		-1,692	-2,807
PROFIT/(LOSS) at 1st July, 2000		-1,672	1,135
(LOSS)/PROFIT at 30th June, 2001		-£3,364	-£1,672

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

Loss for the year	-1,692	-2,807
Deficit/unrealised surplus on revaluation of investment property	-22,085	28,600
	-£23,777	£25,793

LOUGHTON PROPERTIES LIMITED

BALANCE SHEET AT 30TH JUNE, 2001

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
		£	£
FIXED ASSETS			
Property held for investment	5	245,000	240,000
Other tangible assets	6	0	1,692
Investment in subsidiary (net)	7	-1,113	-1,113
		<u>243,887</u>	<u>240,579</u>
CURRENT ASSETS			
Debtors - other		572	325
Cash		14	105
		<u>586</u>	<u>430</u>
CREDITORS due within one year	8	32,533	5,292
NET CURRENT LIABILITIES		<u>-31,947</u>	<u>-4,862</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>211,940</u>	<u>235,717</u>
CREDITORS due after one year			
Bank loan		50,000	50,000
NET ASSETS		<u>£161,940</u>	<u>£185,717</u>
CAPITAL AND RESERVES			
Called up share capital	10	50,000	50,000
Share premium account		49,842	49,842
Investment revaluation reserve	11	65,462	87,547
Profit and loss account		-3,364	-1,672
		<u>£161,940</u>	<u>£185,717</u>

For the year in question the Company was entitled to the exemption conferred by subsection (1) of section 249A to the Companies Act 1985. No notice has been deposited under subsection (2) of section 249B in relation to its accounts for the financial year.

The Directors acknowledge their responsibilities for -

- 1) ensuring that the Company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- 2) preparing the accounts which give a true and fair view of the state of affairs of the Company as at the end of the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Act relating to Accounts, so far as applicable to the Company.

Advantage is taken in the preparation of the accounts of the special exemptions applicable to small companies conferred by Part VII of the Companies Act 1985. In the Directors' opinion the Company is entitled to these exemptions as a small company.

 Director

Approved by the Board on 13th March, 2002

LOUGHTON PROPERTIES LIMITED

NOTES ON THE ACCOUNTS

1 ACCOUNTING POLICIES

- a) **Basis of accounting**
The accounts have been prepared on the historical cost basis. Consolidated accounts have not been prepared since the subsidiary is dormant and is not considered material.
- b) **Property held for investment**
The property held for investment is stated at open market value as valued by the Directors of the Company.
- c) **Rent receivable**
Rent is credited to the profit and loss account on a receivable basis.
- d) **Depreciation**
Depreciation is provided to write off the cost of fixed assets except the property held for investment over their expected useful lives at 10% per annum on cost.
- e) **Cashflow statement**
As the Company is entitled as a small company to the exemptions under sections 246 and 247 of the Companies Act 1985 the Directors have not prepared a cashflow statement as permitted by Financial Reporting Standard No. 1.

2 OPERATING PROFIT

Stated after charging:

	<u>2001</u>	<u>2000</u>
Depreciation	1,692	1,046
Director's remuneration	0	2,000

The average number of employees during the year was 2 (2000 - 2)

3 INTEREST PAYABLE

On bank loan	<u>£0</u>	<u>£3,730</u>
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4 TAX

UK corporation tax at 20%	0	325
Prior year adjustment	0	9
	<u>£0</u>	<u>£334</u>

5 PROPERTY HELD FOR INVESTMENT

At 1st July, 2000	240,000	210,000
Additions	27,085	1,400
Revaluation	-22,085	28,600
At 30th June, 2001	<u>£245,000</u>	<u>£240,000</u>

The Directors are of the opinion that the open market value of the property was £245,000 at 30th June, 2001.

LOUGHTON PROPERTIES LIMITED

NOTES ON THE ACCOUNTS

6 OTHER TANGIBLE ASSETS

COST	Furniture and fittings
At 1st July, 2000	9,958
Disposals	-9,958
At 30th June, 2001	<u>£0</u>
DEPRECIATION	
At 1st July, 2000	8,266
Charge for year	1,692
Disposals	-9,958
At 30th June, 2001	<u>£0</u>
Net book value at 30th June, 2001	<u>£0</u>
Net book value at 30th June, 2000	<u>£1,692</u>

7 INVESTMENT IN SUBSIDIARY

	<u>2001</u>	<u>2000</u>
	£	£
Cost of shares	107,500	107,500
Amount due to subsidiary	108,613	108,613
	<u>-£1,113</u>	<u>-£1,113</u>

The Company owns 100% of the issued share capital of Hobbs Court Limited, a company incorporated in England and Wales. Its accounting reference date is 31st October and at 31st October, 2000 its aggregate capital and reserves amounted to £108,632. The Company does not trade.

8 CREDITORS DUE WITHIN ONE YEAR

Accruals	7,700	500
Other	0	0
Directors loan	24,833	4,792
Corporation tax	0	0
	<u>£32,533</u>	<u>£5,292</u>

9 BANK LOAN

Repayable between 2-5 years	<u>£50,000</u>	<u>£50,000</u>
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A loan of £50,000 was arranged to enable the Company to complete on the purchase of the freehold property. The loan is technically repayable on demand but has been scheduled for repayment from the eventual sale of the property. Interest is charged on the loan at bank base rate plus 2% and it is secured by a legal charge over the property together with a guarantee in the sum of £15,000 from one of the Directors.

LOUGHTON PROPERTIES LIMITED

NOTES ON THE ACCOUNTS

10 CALLED UP SHARE CAPITAL

	<u>2001</u>	<u>2000</u>
Authorised 200,000 Ordinary shares of 50p each	<u>£100,000</u>	<u>£100,000</u>
Allotted, issued and fully paid 100,000 Ordinary shares of 50p each	<u>£50,000</u>	<u>£50,000</u>

11 INVESTMENT REVALUATION RESERVE

At 1st July, 2000	87,547	58,947
Revaluation during year	-22,085	28,600
At 30th June, 2001	<u>£65,462</u>	<u>£87,547</u>

12 RECONCILIATION OF SHAREHOLDERS FUNDS

Loss for year	-1,692	-2,807
Revaluation of investment property	-22,085	28,600
	<u>-23,777</u>	<u>25,793</u>
Shareholders funds at 1st July, 2000	185,717	159,924
Shareholders funds at 30th June, 2001	<u>£161,940</u>	<u>£185,717</u>