

Company Registration No. 2694557 (England and Wales)

COUNTY PROPERTY SERVICES LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 23 JUNE 2004



Central House
Upper Woburn Place
London WC1H 0QA

Rayner Essex
Chartered Accountants

COUNTY PROPERTY SERVICES LIMITED

COMPANY INFORMATION

Director	D Whiting
Secretary	E A Kelly
Company number	2694557
Registered office	Exton Farm Exton Hampshire Great Britain SO32 3NW
Accountants	Rayner Essex Central House Upper Woburn Place London WC1H 0QA
Bankers	National Westminster Bank Plc 1 Princess Street London EC2R 8PB
Solicitors	The Reece Jones Partnership Epicurus House 1 Akehurst Lane Sevenoaks Kent TN13 1JN

COUNTY PROPERTY SERVICES LIMITED

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COUNTY PROPERTY SERVICES LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 23 JUNE 2004

The director presents his report and financial statements for the year ended 23 June 2004.

Principal activities

The principal activity of the company continued to be that of property development and property management.

Director

The following director has held office since 24 June 2003:

D Whiting

Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary shares of £ 1 each	
	23 June 2004	24 June 2003
D Whiting	750,499	750,499

Director's responsibilities

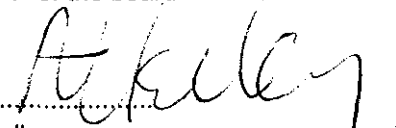
Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board



E A Kelly

Secretary

8/11/04

COUNTY PROPERTY SERVICES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 23 JUNE 2004

	Notes	2004 £	2003 £
Administrative expenses		(83,989)	(48,420)
Other operating income		23,339	23,739
Operating loss	2	(60,650)	(24,681)
Investment income	3	-	80,000
Other interest receivable and similar income	3	102,759	20,254
Interest payable and similar charges		(9,570)	(65,968)
Profit on ordinary activities before taxation		32,539	9,605
Tax on profit on ordinary activities	4	(5,975)	-
Profit on ordinary activities after taxation	11	26,564	9,605

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

COUNTY PROPERTY SERVICES LIMITED

BALANCE SHEET AS AT 23 JUNE 2004

	Notes	2004 £	£	2003 £	£
Fixed assets					
Tangible assets	5		6,770		7,965
Investments	6		103		103
			<u>6,873</u>		<u>8,068</u>
Current assets					
Stocks		255,441		242,897	
Debtors	7	1,041,327		1,406,263	
Cash at bank and in hand		291,487		104,116	
		<u>1,588,255</u>		<u>1,753,276</u>	
Creditors: amounts falling due within one year	8	(58,137)		(122,955)	
Net current assets			<u>1,530,118</u>		<u>1,630,321</u>
Total assets less current liabilities			<u>1,536,991</u>		<u>1,638,389</u>
Creditors: amounts falling due after more than one year	9		(704,647)		(832,609)
			<u>832,344</u>		<u>805,780</u>
Capital and reserves					
Called up share capital	10		750,500		750,500
Profit and loss account	11		81,844		55,280
Shareholders' funds - equity interests	12		<u>832,344</u>		<u>805,780</u>

COUNTY PROPERTY SERVICES LIMITED

BALANCE SHEET (CONTINUED) AS AT 23 JUNE 2004

In preparing these financial statements:

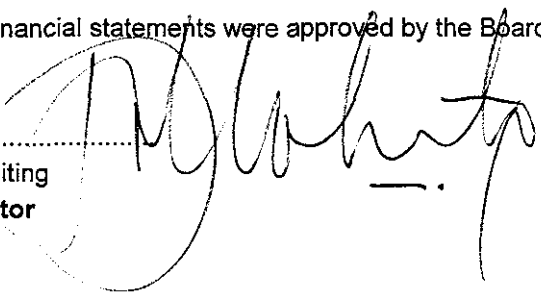
- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on

November 8th 2004

.....
D Whiting
Director



COUNTY PROPERTY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 23 JUNE 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures and fittings	15% reducing balance
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1.3 Investments

Investments are included at cost less amounts written off. Profits or losses arising from disposals of fixed asset investments are treated as part of the results from ordinary activities.

1.4 Stock

Properties which are held for development or sale are included at the lower of cost and net realisable value. Cost includes original acquisition cost and any subsequent enhancement expenditure.

1.5 Deferred taxation

The accounting policy in respect of deferred tax reflects the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes.

1.6 Group accounts

The accounts contain information about County Property Services Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under section 248 of the Companies Act 1985 from the requirement to prepare consolidated financial statements as the group it heads qualifies as a small group.

2 Operating loss

	2004	2003
	£	£
Operating loss is stated after charging:		
Depreciation of tangible assets	1,195	1,405
Director's emoluments	25,000	-
	<u>26,195</u>	<u>1,405</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 1 (2003- 1).

COUNTY PROPERTY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 23 JUNE 2004

3	Investment income	2004	2003
		£	£
	Income from shares in group undertakings	-	80,000
	Bank interest	3,385	2,923
	Other interest	99,374	17,331
		<u>102,759</u>	<u>100,254</u>
4	Taxation	2004	2003
		£	£
	Domestic current year tax		
	U.K. corporation tax	5,975	-
	Current tax charge	<u>5,975</u>	<u>-</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	32,539	9,605
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2003: 19.00%)	<u>6,182</u>	<u>1,825</u>
	Effects of:		
	Depreciation add back	228	267
	Capital allowances	(435)	(579)
	Tax losses utilised	-	(13,688)
	Other tax adjustments	-	12,175
		<u>(207)</u>	<u>(1,825)</u>
	Current tax charge	<u>5,975</u>	<u>-</u>

The company has estimated losses of £ 6,000 (2003: £ 6,000) available for carry forward against future trading profits.

COUNTY PROPERTY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 23 JUNE 2004

5 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 24 June 2003 & at 23 June 2004	42,974
Depreciation	
At 24 June 2003	35,009
Charge for the year	1,195
At 23 June 2004	36,204
Net book value	
At 23 June 2004	6,770
At 23 June 2003	7,965

COUNTY PROPERTY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 23 JUNE 2004

6 Fixed asset investments

	Shares in group undertakings and participating interests £
Cost	
At 24 June 2003 & at 23 June 2004	103

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
County Property (Holdings) Limited	England	Ordinary shares £1	100
County Property Assets Limited	England	Ordinary shares £1	100
County Property Securities Limited	England	Ordinary shares £1	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves 2004 £	Profit for the year 2004 £
County Property (Holdings) Limited	491,712	28,410
County Property Assets Limited	289,527	54,754
County Property Securities Limited	2	-

7 Debtors

	2004 £	2003 £
Amounts owed by group undertakings	1,026,117	1,126,522
Other debtors	15,210	279,741
	<u>1,041,327</u>	<u>1,406,263</u>

COUNTY PROPERTY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 23 JUNE 2004

8	Creditors: amounts falling due within one year	2004 £	2003 £
	Bank loans and overdrafts	33,861	69,565
	Taxation and social security	5,975	-
	Other creditors	18,301	53,390
		<u>58,137</u>	<u>122,955</u>
	Debt due in one year or less	<u>33,861</u>	<u>69,565</u>
9	Creditors: amounts falling due after more than one year	2004 £	2003 £
	Bank loans	460,255	582,609
	Amounts owed to group undertakings	244,392	250,000
		<u>704,647</u>	<u>832,609</u>
	Analysis of loans		
	Wholly repayable within five years	738,508	902,174
	Included in current liabilities	(33,861)	(69,565)
		<u>704,647</u>	<u>832,609</u>
	Loan maturity analysis		
	In more than one year but not more than two years	33,861	582,609
	In more than two years but not more than five years	135,446	-
	In more than five years	<u>535,340</u>	<u>-</u>

The loan from a subsidiary is for a term of ten years. Interest is charged at 1.5% over LIBOR.

The bank loan is secured by way of a first charge on property owned by County Property Assets Limited. The loan is for a period of ten years and bears a fixed rate of interest of 7.35% for the first five years to May 2009.

COUNTY PROPERTY SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 23 JUNE 2004

10 Share capital	2004	2003
	£	£
Authorised		
1,000,000 Ordinary shares of £1 each	1,000,000	1,000,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
750,500 Ordinary shares of £1 each	750,500	750,500
	<u> </u>	<u> </u>
11 Statement of movements on profit and loss account		Profit and loss account £
Balance at 24 June 2003		55,280
Retained profit for the year		26,564
		<u> </u>
Balance at 23 June 2004		81,844
		<u> </u>
12 Reconciliation of movements in shareholders' funds	2004	2003
	£	£
Profit for the financial year	26,564	9,605
Opening shareholders' funds	805,780	796,175
	<u> </u>	<u> </u>
Closing shareholders' funds	832,344	805,780
	<u> </u>	<u> </u>

13 Control

The ultimate controlling party is Mr D Whiting, the director, by virtue of his shareholding.

14 Related party transactions

The company's related parties during the year were the wholly owned subsidiary companies detailed in note 6 and 9. Balances due from/(to) the related parties were as follows:-

County Property (Holdings) Limited	£ 226,724	(2003 - £ 258,659).
County Property Securities Limited	£ (244,392)	(2003 - £ (250,000)).
County Property Assets Limited	£ 799,393	(2003 - £ 867,864).