

SUNNYCLIFF PROPERTIES LIMITED
UNAUDITED FINANCIAL STATEMENTS

31 JANUARY 2006



HW, CHARTERED ACCOUNTANTS

Chartered Accountants
7 - 11 Station Road
Reading
Berkshire
RG1 1LG

SUNNYCLIFF PROPERTIES LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2006

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SUNNYCLIFF PROPERTIES LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 JANUARY 2006

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 January 2006.

PRINCIPAL ACTIVITIES

The company has been dormant throughout the period.

DIRECTORS

The directors who served the company during the year were as follows:

P A Ascroft

J E Taylor

The company is a wholly owned subsidiary and the interests of the directors are disclosed in the financial statements of the parent company.

SMALL COMPANY PROVISIONS

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

Registered office:

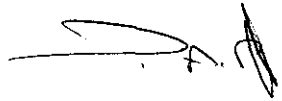
19 Reading Road

Pangbourne

Berkshire

RG8 7LR

Signed by order of the directors



P A ASCROFT

Company Secretary

Approved by the directors on 3 October 2006

SUNNYCLIFF PROPERTIES LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF SUNNYCLIFF PROPERTIES LIMITED

YEAR ENDED 31 JANUARY 2006

In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 January 2006 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

HW, Chartered Accountants

HW, CHARTERED ACCOUNTANTS
Chartered Accountants

7 - 11 Station Road
Reading
Berkshire
RG1 1LG

5 October 2006

SUNNYCLIFF PROPERTIES LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 JANUARY 2006

	Note	2006 £	2005 £
TURNOVER		—	—
Administrative expenses		—	—
OPERATING PROFIT	2	—	—
Interest receivable		2	—
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2	—
PROFIT FOR THE FINANCIAL YEAR		2	—

The notes on pages 5 to 7 form part of these financial statements.

SUNNYCLIFF PROPERTIES LIMITED

BALANCE SHEET

31 JANUARY 2006

	Note	2006 £	2005 £
FIXED ASSETS			
Investments	4	1	1
CURRENT ASSETS			
Debtors	5	—	30,000
Cash at bank		7	5
		<u>7</u>	<u>30,005</u>
CREDITORS: Amounts falling due within one year	6	—	63
NET CURRENT ASSETS		7	29,942
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8</u>	<u>29,943</u>
CAPITAL AND RESERVES			
Called-up equity share capital	8	4	4
Profit and loss account		4	29,939
SHAREHOLDERS' FUNDS		<u>8</u>	<u>29,943</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved by the directors on the 3/10/2006 and are signed on their behalf by:


P A ASCROFT

The notes on pages 5 to 7 form part of these financial statements.

SUNNYCLIFF PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2006

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Cash flow statement

The company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

Fixed assets

All fixed assets are initially recorded at cost.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2006 £	2005 £
Directors' emoluments	—	—

3. DIVIDENDS

Dividends on equity shares

	2006 £	2005 £
Paid during the year	29,937	—

SUNNYCLIFF PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2006

4. INVESTMENTS

	Related Undertakings £
COST	
At 1 February 2005 and 31 January 2006	<u>1</u>
NET BOOK VALUE	
At 31 January 2006	<u>1</u>
At 31 January 2005	<u>1</u>

The company owns 50% of the ordinary share capital of Sunnycliff Kier Limited, a company involved in the development of commercial property and incorporated in England and Wales.

5. DEBTORS

	2006 £	2005 £
Other debtors	<u>—</u>	<u>30,000</u>

6. CREDITORS: Amounts falling due within one year

	2006 £	2005 £
Amounts owed to undertakings in which the company has a participating interest	<u>—</u>	<u>63</u>

7. RELATED PARTY TRANSACTIONS

Included in other debtors are loans to related parties as follows:

	2006 £	2005 £
Taylor & Co Limited	<u>—</u>	<u>30,000</u>

During the year £30,000 was repaid by Taylor & Co Limited.

J E Taylor is a director and shareholder in Taylor & Co Limited.

SUNNYCLIFF PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2006

8. SHARE CAPITAL

Authorised share capital:

	2006	2005
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>

9. PROFIT AND LOSS ACCOUNT

	2006	2005
	£	£
Balance brought forward	29,939	29,939
Profit for the financial year	2	—
Equity dividends	<u>(29,937)</u>	<u>—</u>
Balance carried forward	<u>4</u>	<u>29,939</u>

10. ULTIMATE PARENT COMPANY

The ultimate company is Archvalue Limited, a company incorporated in England.

The ultimate controlling parties are the directors, Mr P Ascroft and Mr J Taylor, who own 100% of the share capital of Archvalue Limited.