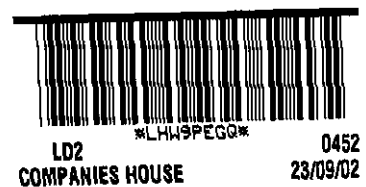


**REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001  
FOR  
FINHILL LIMITED**



**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2001**

**DIRECTORS:**

P J Cross  
N D Cross

**SECRETARY:**

PJ Cross

**REGISTERED OFFICE:**

179-181 North End Road  
London  
W14 9NL

**REGISTERED NUMBER:**

2870994 (England and Wales)

**ACCOUNTANTS:**

Cooper Hathaway  
Radnor House  
93-97 Regent Street  
London W1B 4ES

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 DECEMBER 2001**

The directors present their report with the financial statements of the company for the year ended 31 December 2001.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of property owning and managing.

**DIRECTORS**

The directors during the year under review were:

P J Cross


N D Cross

The beneficial interests of the directors holding office on 31 December 2001 in the issued share capital of the company were as follows:

	31.12.01	1.1.01
<b>Ordinary £1 shares</b>		
P J Cross	2	2
N D Cross	2	2

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:**

  
.....  
- DIRECTOR

Dated: 27/02/02

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2001**

		31.12.01	31.12.00
	Notes	£	£
<b>TURNOVER</b>		41,663	63,672
Cost of sales		17,403	-
<b>GROSS PROFIT</b>		24,260	63,672
Administrative expenses		36,599	43,918
<b>OPERATING (LOSS)/PROFIT</b>	2	(12,339)	19,754
Interest receivable and similar income		25	-
		(12,314)	19,754
Interest payable and similar charges		73	1,471
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(12,387)	18,283
Tax on (loss)/profit on ordinary activities	3	292	4,493
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		(12,679)	13,790
Dividends	4	-	21,000
		(12,679)	(7,210)
Retained profit brought forward		19,927	27,137
<b>RETAINED PROFIT CARRIED FORWARD</b>		£7,248	£19,927

**BALANCE SHEET**  
**31 DECEMBER 2001**

		31.12.01		31.12.00	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	5		1		1
<b>CURRENT ASSETS:</b>					
Debtors	6	5,160		24,000	
Cash at bank		5,015		7,321	
		10,175		31,321	
<b>CREDITORS: Amounts falling due within one year</b>	7	2,924		11,391	
<b>NET CURRENT ASSETS:</b>			7,251		19,930
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			<u>£7,252</u>		<u>£19,931</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	8		4		4
Profit and loss account			7,248		19,927
<b>SHAREHOLDERS' FUNDS:</b>			<u>£7,252</u>		<u>£19,931</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2001.

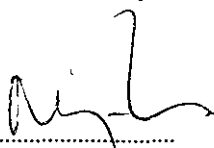
The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2001 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, 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 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

**ON BEHALF OF THE BOARD:**

  
.....  
- DIRECTOR

Approved by the Board on .....

27/08/02

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001

## 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 (effective March 2000).

## Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

### 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
-------------------------	---------------

## 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.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

## 2. OPERATING (LOSS)/PROFIT

The operating loss (2000 - operating profit) is stated after charging:

	31.12.01	31.12.00
	£	£
Depreciation - owned assets	-	199
Depreciation - assets on hire purchase contracts or finance leases	-	4,094
Loss on disposal of fixed assets	-	343
	<u>          </u>	<u>          </u>
Directors' emoluments and other benefits etc	20,000	20,000

### 3. TAXATION

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

	31.12.01	31.12.00
	£	£
UK corporation tax	-	4,493
Underprovision in previous years	292	-
	<u>292</u>	<u>4,493</u>

#### 4. DIVIDENDS

	31.12.01	31.12.00
	£	£
Final - share type 1	-	21,000

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2001**

**5. TANGIBLE FIXED ASSETS**

	Plant and machinery etc
	<u>£</u>
<b>COST:</b>	
At 1 January 2001	
and 31 December 2001	800
	<u>      </u>
<b>DEPRECIATION:</b>	
At 1 January 2001	
and 31 December 2001	799
	<u>      </u>
<b>NET BOOK VALUE:</b>	
At 31 December 2001	1
	<u>      </u>
At 31 December 2000	1
	<u>      </u>

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

	31.12.01	31.12.00
	£	£
V.A.T.	3,923	-
Other debtors	1,237	24,000
	<u>5,160</u>	<u>24,000</u>

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

	31.12.01	31.12.00
	£	£
Directors current accounts	-	1,101
V.A.T.	-	3,798
Social security & other taxes	1,949	1,559
Taxation	-	3,958
Accrued expenses	975	975
	<u>2,924</u>	<u>11,391</u>

**8. CALLED UP SHARE CAPITAL**

<b>Authorised:</b>				
Number:	Class:	Nominal value:	31.12.01	31.12.00
		£1	£	£
1,000	Ordinary		<u>1,000</u>	<u>1,000</u>
<b>Allotted, issued and fully paid:</b>				
Number:	Class:	Nominal value:	31.12.01	31.12.00
		£1	£	£
4	Ordinary		<u>4</u>	<u>4</u>

FINHILL LIMITED

**REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF  
FINHILL LIMITED**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2001 set out on pages three to six and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Cooper Hathaway  
Radnor House  
93-97 Regent Street  
London W1B 4ES

*Cooper Hathaway*

Dated:

*9/09/02*