



Company No: 2911040

TARGETJUDGE PROJECTS LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH APRIL 1996



GERALD EDELMAN

CHARTERED ACCOUNTANTS

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TARGETJUDGE PROJECTS LIMITED

REPORT OF THE DIRECTORS

The directors submit their report and the audited financial statements of the company for the year ended 28th April 1996.

PRINCIPAL ACTIVITY

The principal activity of the company during the year was that of property development.

RESULTS AND STATE OF AFFAIRS

The financial statements on pages 4 to 9 set out the results for the year ended 28th April 1996 and reflect the state of the company's affairs at that date.

The company will continue its business as a property developer and the directors expect the company to be profitable on sale of its current developments.

DIVIDEND

The directors do not propose to declare any dividend in respect of the year.

HOLDING COMPANIES

The company is a subsidiary of Raven Close 01 Plc and Raven Close 02 Plc, companies incorporated in Great Britain and registered in Scotland and carrying on property development and investment activities together under the name of Raven Close Joint Venture.

DIRECTORS AND THEIR INTERESTS

The members of the board throughout the year were:-

A.J.G. Bilton  
L.J. Bilton

Neither of the directors had an interest in the shares of the company during the year.

The directors of the company are also directors of the holding companies, Raven Close 01 Plc and Raven Close 02 Plc, and their shareholdings in those companies are disclosed in their own financial statements.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are required by United Kingdom company law to prepare financial statements for each financial year 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 the results for that year.

The directors confirm that suitable accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates have been used in the preparation of the financial statements and that applicable accounting standards have been followed. The financial statements have been prepared on the going concern basis.

The directors are also responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for preventing and detecting fraud and other irregularities.

TARGETJUDGE PROJECTS LIMITED

REPORT OF THE DIRECTORS  
(CONTINUED)

CLOSE COMPANY

The company is a close company within the meaning of the Income and Corporation Taxes Act 1988.

AUDITORS

Messrs J.J. Price resigned as auditors of the company and Messrs Gerald Edelman have been appointed in their place. A resolution will be proposed at the forthcoming annual general meeting of the company for the re-appointment of Gerald Edelman, who have expressed their willingness to continue in office as auditors for the ensuing year.

BY ORDER OF THE BOARD

22nd November 1996

Dated.....

.....

(A.J.G. BILTON)  
CHAIRMAN

TARGETJUDGE PROJECTS LIMITED

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF TARGETJUDGE PROJECTS LIMITED

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

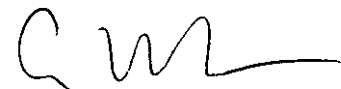
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 28th April 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

25 Harley Street  
London W1N 2BR



GERALD EDELMAN  
REGISTERED AUDITOR AND  
CHARTERED ACCOUNTANTS

22nd November 1996

TARGETJUDGE PROJECTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 28TH APRIL 1996

	<u>Note</u>	<u>1996</u> £	<u>1995</u> £
<u>Turnover</u>	2	1,850,000	150,000
Cost of sales		(1,895,755)	(107,023)
		<hr/>	<hr/>
<u>Gross (loss)/profit</u>	2	(45,755)	42,977
Administrative expenses		(2,112)	(37,381)
		<hr/>	<hr/>
<u>Operating (loss)/profit</u>	3	(47,867)	5,596
Other operating income		49,028	-
		<hr/>	<hr/>
<u>Profit on ordinary activities before taxation</u>		1,161	5,596
Tax on profit on ordinary activities	5	-	(1,400)
		<hr/>	<hr/>
<u>Retained profit for the year</u>		1,161	4,196
Retained profits brought forward		4,196	-
		<hr/>	<hr/>
<u>Retained profits carried forward</u>		£ 5,357	£ 4,196
		<hr/>	<hr/>

There have been no acquisitions or discontinued operations during the year. The results shown above for this year and the previous period therefore relate to continuing operations.

TARGETJUDGE PROJECTS LIMITED

BALANCE SHEET AS AT 28TH APRIL 1996

	<u>Note</u>	<u>1996</u> £	<u>1995</u> £
<u>CURRENT ASSETS</u>			
Stock	6	5,875	1,592,013
Debtors	7	357,915	309,284
Cash at bank and in hand		333	-
		<hr/>	<hr/>
		364,123	1,901,297
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>			
	8	(174,420)	(1,712,755)
		<hr/>	<hr/>
<u>NET CURRENT ASSETS</u>		£ 189,703	£ 188,542
		<hr/>	<hr/>
 <u>CAPITAL AND RESERVES</u>			
Called up share capital	9	184,346	184,346
Profit and loss account		5,357	4,196
		<hr/>	<hr/>
		£ 189,703	£ 188,542
		<hr/>	<hr/>

APPROVED BY THE BOARD OF DIRECTORS ON 22ND NOVEMBER 1996 AND SIGNED ON ITS BEHALF BY:

.....  
(A.J.C. BILTON).....DIRECTOR

TARGETJUDGE PROJECTS LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 28TH APRIL 1996

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains and losses other than those included in the results shown on page 4 and therefore no separate statement of total recognised gains and losses has been presented.

NOTE OF HISTORICAL COST PROFITS AND LOSSES

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated on page 4 and their historical cost equivalents.

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1996</u> £	<u>1995</u> £
Total recognised gains and losses for the year	1,161	4,196
Issue of share capital	-	184,346
	<hr/>	<hr/>
Net additions to shareholders' funds	1,161	188,542
Shareholders' funds at 29th April 1996	188,542	-
	<hr/>	<hr/>
Shareholders' funds at 28th April 1996	£ 189,703	£ 188,542
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TARGETJUDGE PROJECTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28TH APRIL 1996

1. ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with those applied in the previous accounting period and are as follows:-

a) Convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

b) Stock

Stock, comprising development property, is stated at the lower of cost and net realisable value. Cost comprises direct costs of purchase and development, all costs associated with the holding of stock, interest payable on loans and overdrafts financing the development project and financing costs. Net realisable value is defined as estimated selling price less all further costs of development and estimated selling expenses.

c) Turnover

Turnover represents amounts derived from the company's principal activity and is stated exclusive of VAT.

2. TURNOVER AND GROSS (LOSS)/PROFIT

Turnover and gross (loss)/profit are derived from the company's principal activity which is carried out wholly in the United Kingdom.

3. OPERATING (LOSS)/PROFIT

	<u>1996</u>	<u>1995</u>
The operating (loss)/profit is stated after charging:	£	£
Auditors' remuneration:		
- audit services	1,500	5,000
- non-audit services	-	450
	<u>          </u>	<u>          </u>

4. EMPLOYEES

The company had no employees other than the directors and they received no emoluments during the year.

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

U.K. Corporation tax on profit for the year	£	-	£	1,400
	<u>          </u>		<u>          </u>	

There is no charge to taxation on the profit for the period due to the availability of losses surrendered by other group companies, subject to the agreement of the Inland Revenue.



TARGETJUDGE PROJECTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28TH APRIL 1996 (CONTINUED)

6. <u>STOCK</u>	<u>1996</u>	<u>1995</u>
Development property	£ 5,875	£1,592,013

Interest of £Nil (1995 - £88,014) has been capitalised during the year and included in the cost of development property. The amount of interest included in the stock value at the year end is approximately £Nil (1995 - £82,500).

7. <u>DEBTORS</u>	<u>1996</u>	<u>1995</u>
	£	£
Amounts owed by holding companies	223,762	154,902
Other debtors	134,153	154,382
	£ 357,915	£ 309,284

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Bank loans and overdrafts	-	1,285,437
Other loans	-	290,000
Trade creditors	147,011	2,897
Current corporation tax	-	1,400
Other tax and social security	7,960	6,917
Accruals and deferred income	19,449	126,104
	£ 174,420	£1,712,755

The bank borrowings are secured by a fixed charge over the company's development property and by a floating charge over the other assets and undertakings.

9. CALLED UP SHARE CAPITAL

Authorised, issued and fully paid

Ordinary shares of £1 each	£ 184,346	£ 184,346
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10. HOLDING COMPANIES

The company is a subsidiary of Raven Close 01 Plc and Raven Close 02 Plc, companies incorporated in Great Britain and registered in Scotland and carrying on property development and investment activities together under the name of Raven Close Joint Venture.

TARGETJUDGE PROJECTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28TH APRIL 1996 (CONTINUED)

11. DIRECTORS' INTERESTS IN TRANSACTIONS

Included in debtors are amounts totalling £223,762 due by the company's holding companies, in which the directors have material interests. There are no specific terms as to repayment or interest.

12. COMPARATIVE FIGURES

The comparative figures are in respect of the period from 22nd March 1994 to 28th April 1995.