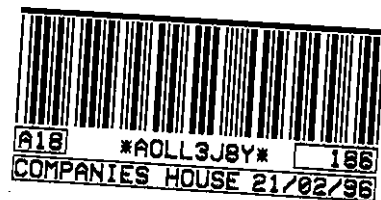


**TARGETJUDGE PROJECTS LIMITED**  
(Company No. 2911040)

**REPORT AND ACCOUNTS**

**28TH APRIL 1995**



**J . J . PRICE**  
CHARTERED ACCOUNTANTS

# TARGETJUDGE PROJECTS LIMITED

## INDEX

	<u>Page</u>
REPORT OF THE DIRECTORS	1 - 2
REPORT OF THE AUDITORS	3
PROFIT AND LOSS ACCOUNT	4
BALANCE SHEET	5
NOTES TO THE ACCOUNTS	6 - 8

## **TARGETJUDGE PROJECTS LIMITED**

### **REPORT OF THE DIRECTORS**

Directors: A.J.G. Bilton (appointed 13th April 1994)  
L.J. Bilton (appointed 18th January 1995)

The directors submit their report and the audited Financial Statements of the Company for the period ended 28th April 1995.

### **PRINCIPAL ACTIVITY**

The principal activity of the Company during the period was that of property development.

### **INCORPORATION**

The Company was incorporated on 22nd March 1994.

### **RESULTS AND REVIEW OF THE BUSINESS**

The Company's accounting reference date is 21st April but the directors have taken advantage of the provisions of the Companies Act and extended the financial year to 28th April 1995.

The results for the period are set out in the profit and loss account on page 4.

The Company commenced to trade during March 1994 and the directors consider the first period of trading to be satisfactory.

Since the period end the Company has sold its development property, but it will continue to look for potential property development opportunities.

The directors do not recommend the payment of a dividend.

### **ULTIMATE PARENT COMPANY**

The ultimate parent company is considered to be Raven Close (01) Plc, a Company registered in Scotland.

### **DIRECTORS**

The names of the current directors are stated at the head of this report. Instant Companies Limited was appointed a director on incorporation and resigned on 13th April 1994.

No director held an interest in the shares of the Company during the period, but their interests in the shares of the Holding Company are stated in that Company's accounts.

### **DIRECTORS' RESPONSIBILITIES**

The directors acknowledge that Company Law requires them to prepare Financial Statements for each financial period 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, they are required to:

**TARGETJUDGE PROJECTS LIMITED****REPORT OF THE DIRECTORS (continued)****DIRECTORS' RESPONSIBILITIES (continued)**

- 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 Financial Statements;
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors acknowledge that they are 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 Financial Statements comply with the Companies Act 1985. The directors 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.

**CLOSE COMPANY**

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

**AUDITORS**

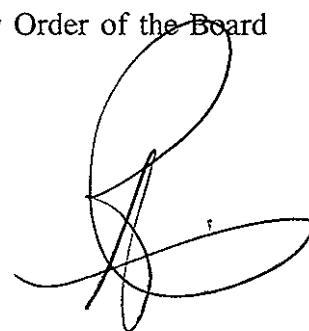
J.J. Price were appointed Auditors to the Company at a Meeting of the Directors held on 4th August 1994. A resolution to re-appoint J.J. Price as Auditors to the Company will be proposed at the Annual General Meeting.

Registered Office:

2 Motcomb Street  
London  
SW1X 8JU

18 December 1995

By Order of the Board

A large, stylized handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the bottom.

A.J.G. Bilton  
Director

**J · J · P R I C E**  
**C H A R T E R E D   A C C O U N T A N T S**

RYEBROOK STUDIOS, WOODCOTE SIDE, EPSOM, SURREY KT18 7HD

**REPORT OF THE AUDITORS**  
**TO THE SHAREHOLDERS OF**  
**TARGETJUDGE PROJECTS LIMITED**

We have audited the Financial Statements on pages 4 to 8 which have been prepared under the accounting policies set out on page 6.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on pages 1 and 2 the Company's directors are responsible for the preparation of the 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 an 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 misstatements, 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 the Company's affairs as at 28th April 1995 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



1st December 1995

**J.J. PRICE**  
**REGISTERED AUDITORS**

**TARGETJUDGE PROJECTS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 28TH APRIL 1995**

	<u>Notes</u>	£
<b>TURNOVER</b>	2	150,000
Cost of Sales		(107,023)
<b>GROSS PROFIT</b>		42,977
Administrative expenses		(37,381)
<b>OPERATING PROFIT</b>	3	5,596
Interest payable and similar charges	5	—
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		5,596
Tax on profit on ordinary activities	6	(1,400)
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		4,196
<b>RETAINED PROFIT AT BEGINNING OF PERIOD</b>		—
<b>RETAINED PROFIT AT END OF PERIOD</b>		£4,196

All amounts relate to continuing activities.

There are no gains or losses which require separate disclosure from the profit shown in this statement.

## TARGETJUDGE PROJECTS LIMITED

## BALANCE SHEET

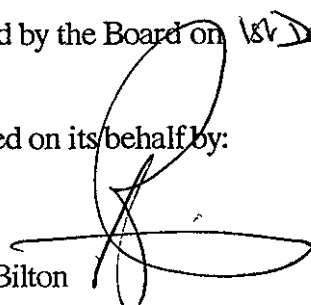
28TH APRIL 1995

	<u>Notes</u>	£
<b>CURRENT ASSETS</b>		
Stock	7	1,592,013
Debtors	8	309,284
		<u>1,901,297</u>
<b>CREDITORS – amounts falling due within one year</b>	9	<u>(1,712,755)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u><u>£188,542</u></u>
<b>CAPITAL AND RESERVES</b>		
Called up share capital	10	184,346
Profit and loss account		4,196
		<u>188,542</u>
Shareholders' Funds	11	<u><u>£188,542</u></u>

Approved by the Board on 18<sup>th</sup> December 1995

and signed on its behalf by:

A. J. G. Bilton



# TARGETJUDGE PROJECTS LIMITED

## NOTES TO THE ACCOUNTS

28TH APRIL 1995

### 1. ACCOUNTING POLICIES

#### Basis of Accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

#### Cash Flow Statement

The Company has not prepared a Cash Flow Statement as permitted by Financial Reporting Standard 1.

#### Turnover

Turnover represents amounts derived from the Company's ordinary activity and is exclusive of Value Added Tax.

#### 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 the property in 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.

### 2. TURNOVER

Turnover and profit on ordinary activities before taxation are derived from the Company's principal activity, which is wholly in the United Kingdom.

### 3. OPERATING PROFIT

Operating profit for the period is arrived at after charging:	£
Auditors' remuneration — audit services	5,000
— non-audit services	450
	<u>5,450</u>

### 4. EMPLOYEES

The Company had no employees other than the directors who received no emoluments during the period.

### 5. INTEREST PAYABLE AND SIMILAR CHARGES

Bank loans and overdraft	—
Other loans	—
	<u>£ —</u>



# TARGETJUDGE PROJECTS LIMITED

## NOTES TO THE ACCOUNTS

28TH APRIL 1995

### 5. INTEREST PAYABLE AND SIMILAR CHARGES (continued)

Interest payable during the period has been capitalised in the stock value of the development property which the loans and overdraft have financed, as stated in note 1. The interest payable was as follows:—

	£
Bank loans and overdraft	48,657
Other loans	39,357
	<u>£88,014</u>

All loans are repayable within 5 years.

### 6. TAX ON PROFIT ON ORDINARY ACTIVITIES

U.K. Corporation Tax based on the profit for the period at 25%	<u>£1,400</u>
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### 7. STOCK

Stock comprises:

Development property	<u>£1,592,013</u>
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Interest of £88,014 has been capitalised during the period and included in the cost of development property. The amount of interest included in the stock value at the period end is approximately £82,500.

### 8. DEBTORS

Due within one year	
Amount owed by group undertaking	154,902
Other debtors	154,382
	<u>£309,284</u>

### 9. CREDITORS — amounts falling due within one year

	£
Bank loans and overdrafts	1,285,437
Other loans	290,000
Trade creditors	2,897
Corporation Tax	1,400
Other taxation and social security	6,917
Accruals and deferred income	126,104
	<u>£1,712,755</u>

The bank loan is secured by a fixed charge over the freehold property owned by the Company and by a floating charge over the assets of the Company.

The bank loan is repayable on demand, but in the ordinary course of business is repayable on sale of the development property. The facility is for £1,250,000 and was renewed on 2nd October 1995.

**TARGETJUDGE PROJECTS LIMITED**

**NOTES TO THE ACCOUNTS**

**28TH APRIL 1995**

**10. CALLED UP SHARE CAPITAL**

Authorised, allotted, called up and fully paid:

184,346 Ordinary Shares of £1 each	<u>£184,346</u>
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On incorporation 2 Ordinary £1 subscriber shares were allotted at par and on 2nd August 1994 a further 184,344 Ordinary £1 shares were allotted at par to provide additional capital for the Company.

**11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	£
Profit for the period	4,196
New share capital subscribed for in the period	184,346
Net increase in shareholders' funds in the period	<u>188,542</u>
Opening shareholders' funds	—
Closing shareholders' funds	<u>£188,542</u>

All shareholders' funds are attributable to equity interests.