

Company Registration No. 02913621 (England and Wales)

DUNEPower LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004



Saffery Champness

CHARTERED ACCOUNTANTS

DUNEPower LIMITED

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DUNEPower LIMITED

**INDEPENDENT AUDITORS' REPORT TO DUNEPower LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 December 2004 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of the directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.


This report is made solely to the company's members, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



Saffery Champness

Chartered Accountants
Registered Auditors

28 October 2005

Lion House
Red Lion Street
London
WC1R 4GB

DUNEPower LIMITED**ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2004**

		2004		2003 as restated	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2	3,835,000		3,035,000	
Current assets					
Cash at bank and in hand		1		1	
Creditors: amounts falling due within one year		(1,673,853)		(1,803,977)	
Net current liabilities		(1,673,852)		(1,803,976)	
Total assets less current liabilities		2,161,148		1,231,024	
Provisions for liabilities and charges		(1,748)		(7,953)	
		<u>2,159,400</u>		<u>1,223,071</u>	
Capital and reserves					
Called up share capital	3		2		2
Revaluation reserve	4	1,808,213		1,008,213	
Profit and loss account	4	351,185		214,856	
Shareholders' funds		<u>2,159,400</u>		<u>1,223,071</u>	

These abbreviated accounts 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 28 October 2005



J R Drax
Director

DUNEPower LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of investment properties and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents rental income derived from lettings and is stated net of Value Added Tax. It arises entirely from the company's continuing activities and wholly within the United Kingdom.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets include investment properties professionally valued by Chartered Surveyors on an existing use open market value basis.

No depreciation is provided on investment properties as the directors consider that, although this represents a departure from the provisions of the Companies Act 1985, this policy results in the accounts giving a true and fair view.

1.4 Deferred taxation

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between taxable profits and results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is not recognised when fixed assets are revalued unless by the balance sheet date there is a binding agreement to sell the revalued assets and the gain or loss expected to arise on sale has been recognised in the financial statements. Neither is deferred tax recognised when fixed assets are sold and it is more likely than not that the taxable gain will be rolled over, being charged to tax only if and when the replacement assets are sold.

Deferred tax is measured on a non-discounted basis at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

DUNEPower LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2004

2 Fixed assets

	Tangible assets £
Cost or valuation	
At 1 January 2004	3,035,000
Revaluation	800,000
	<u>3,835,000</u>
At 1 January 2004 & at 31 December 2004	<u>3,835,000</u>
At 31 December 2003	<u>3,035,000</u>

3 Share capital

	2004 £	2003 £
Authorised		
1,000 Ordinary Shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
2 Ordinary Shares of £1 each	<u>2</u>	<u>2</u>

4 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 January 2004 as previously reported	886,317	336,752
Prior year adjustment	121,896	(121,896)
	<u>1,008,213</u>	<u>214,856</u>
Balance at 1 January 2004 as restated	1,008,213	214,856
Retained profit for the year	-	136,329
Revaluation during the year	800,000	-
	<u>1,808,213</u>	<u>351,185</u>
Balance at 31 December 2004	<u>1,808,213</u>	<u>351,185</u>

A prior year adjustment has been made to correct the accounting treatment of the corporation tax paid on the appropriation of properties from trading stock in 1998 which had previously been written off in the revaluation reserve.

DUNEPower LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2004

5 Ultimate parent company

The company is a 100% subsidiary of Parham Holdings Limited, a company incorporated in England and Wales. The ultimate controlling party is Mr J R Drax (director) by virtue of his 100% ownership of Beaulieu Property Management Limited, which in turn owns a controlling share in Parham Holdings Limited. Group accounts are prepared by Parham Holdings Limited.