

NASMYTH MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT
and
FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2001



Company No. 2953272 (England and Wales)

A company controlled by Tameside Metropolitan Borough Council
(as administering authority of Greater Manchester Pension Fund)
in accordance with the Local Authorities (Companies) Order 1995
(1995 No. 849)

NASMYTH MANAGEMENT COMPANY LIMITED

COMPANY INFORMATION

Directors	P. Morris R. Grainger
Secretary	R. Grainger
Company Number	2953272 (England and Wales)
Registered Office	Room 3.104 Borough Solicitors Office The Council Offices Wellington Road Ashton-under-Lyne OL6 6DL
Auditors	Morris Gregory Chartered Accountants and Registered Auditors Units 10-12 County End Business Centre Jackson Street Springhead Oldham OL4 4TZ
Bankers	National Westminster Bank Plc Warrington Street Ashton-under-Lyne OL6 6JL

NASMYTH MANAGEMENT COMPANY LIMITED

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**DIRECTORS' REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2001**

The directors present their report and financial statements for the year ended September 30, 2001.

Principal activity

The company's principal activity is that of providing and recharging common services on a non-profit basis to the freeholders of an industrial development known as Nasmyth Business Park.

Directors and their interests

The directors who served during the period and their beneficial interests in the company's issued ordinary share capital were:

	<u>At September 30, 2001</u>	<u>At September 30, 2000</u>
	Number of shares	Number of shares
P. Morris (Appointed March 21, 2001)	-	-
R.M. Blackmore (Resigned March 21, 2001)	-	-
D.W. Parr (Resigned March 27, 2001)	-	-
R. Grainger (Appointed March 27, 2001)	-	-

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

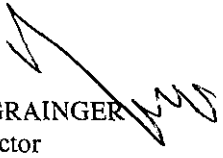
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets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

Auditors

The auditors, Morris Gregory, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report was approved by the board December 19, 2001 and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors.


R. GRAINGER
Director

**AUDITORS' REPORT TO THE
SHAREHOLDERS OF NASMYTH MANAGEMENT COMPANY LIMITED**

We have audited the financial statements of Nasmyth Management Company Limited for the year ended September 30, 2001 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement, the Statement of Total Recognised Gains and Losses and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 misstatement, 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 September 30, 2001 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



MORRIS GREGORY
CHARTERED ACCOUNTANTS
and
REGISTERED AUDITORS
OLDHAM

December 19, 2001

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED SEPTEMBER 30, 2001

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
		£	£
Turnover	2	69,090	77,568
Administrative expenses		(69,090)	(77,568)
Operating profit on ordinary activities before taxation	3	-	-
Taxation	4	-	-
Profit for the financial year	8	£ -	£ -

There were no recognised gains or losses other than those included in the profit and loss account.

BALANCE SHEET
AT SEPTEMBER 30, 2001

	<u>Notes</u>		<u>2001</u>		<u>2000</u>
			£		£
Current assets					
Cash at bank		13,324		23,751	
Debtors	5	85,266		78,433	
			98,590		102,184
Creditors: amounts falling					
due within one year	6		(98,577)		(102,173)
Net current assets			£ 13		£ 11
Capital and reserves					
Called up share capital	7		13		11
Profit and loss account	8		-		-
Shareholders' funds	9		£ 13		£ 11

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Approved by the board of directors on December 19, 2001 and signed on its behalf

P. Morris.

P. MORRIS
Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2001

1. Accounting policies

1.1 Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards and incorporate the results of the principal activity which is described in the directors' report and which is continuing.

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.

1.2 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

2. Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts. Turnover is attributable to one continuing activity.

There were no exports during the year.

3. Operating profit

The operating profit is stated after charging:

	<u>2001</u>	<u>2000</u>
	£	£
Directors' remuneration	-	-

4. Taxation

	<u>2001</u>	<u>2000</u>
Current year taxation		
Corporation tax at 20% (2000 : 20.5%)	£ -	£ -
	==	==

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2001

5. Debtors

	<u>2001</u>	<u>2000</u>
	£	£
Due within one year		
Trade debtors	49,357	38,406
Taxation debtors	171	-
Accrued income	35,738	40,027
	<u>£ 85,266</u>	<u>£ 78,433</u>

6. Creditors: amounts falling due within one year

	<u>2001</u>	<u>2000</u>
	£	£
Amounts owed to Tameside MBC (Note 10)	62,839	62,146
Corporation tax	-	-
Other taxation creditors	-	-
Accruals	35,738	40,027
	<u>£ 98,577</u>	<u>£ 102,173</u>

7. Called up share capital

	<u>2001</u>	<u>2000</u>
Authorised		
1,000 'A' Ordinary shares of 1p each	10	10
19,000 'B' Ordinary shares of 1p each	190	190
	<u>£ 200</u>	<u>£ 200</u>
Allotted		
100 'A' Ordinary shares of 1p each fully paid	1	1
1,172 'B' Ordinary shares of 1p each fully paid	12	10
	<u>£ 13</u>	<u>£ 11</u>

During the year a further 217 'B' Ordinary shares were issued fully paid for cash at par. In accordance with the Articles of Association no rights relating to distributions, appointments of directors or attendance and voting at general meetings of the company attach to the 'B' Ordinary shares.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2001

8. Reserves

	<u>Profit and loss</u> <u>account</u>
	£
At October 1, 2000	-
Profit retained for the year	-
At September 30, 2001	<u>£ -</u>

9. Reconciliation of movement in shareholders' funds

	<u>2001</u>	<u>2000</u>
	£	£
At October 1, 2000	11	10
Profit for the year	-	-
New shares issued during the year	2	1
At September 30, 2001	<u>£ 13</u>	<u>£ 11</u>

10. Controlling organisation

100% of the issued 'A' Ordinary share capital is owned by Tameside Metropolitan Borough Council (as administering authority of Greater Manchester Pension Fund) in accordance with the Local Authorities (Companies) Order 1995 (1995 No. 849).