

# Kindlance Limited

## UNAUDITED REPORT AND FINANCIAL STATEMENTS

31 December 2004



# Kindlance Limited

## DIRECTORS AND OFFICERS

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### DIRECTORS

ID Rosenberg Esq  
Mrs JB Rosenberg

### SECRETARY

Marie Hancock

### REGISTERED OFFICE

2 Bloomsbury Street  
London WC1B 3ST

# Kindlance Limited

## DIRECTORS' REPORT

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The directors submit their report and the financial statements of Kindlance Limited for the year ended 31 December 2004.

### PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the provision of mortgages.

### REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The directors are satisfied with the results for the year and the financial position at the year end. The business is trading out and the directors have no plans to provide any further mortgages.

### DIVIDENDS

The company is precluded from the payment of a dividend.

### DIRECTORS

The following directors have held office since 1 January 2004:

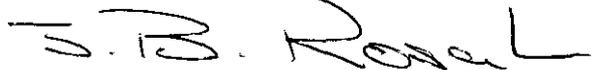
ID Rosenberg Esq  
Mrs JB Rosenberg

### DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including family interests, were as follows:

	<i>Ordinary shares of £1 each</i>	
	31.12.04	31.12.03
ID Rosenberg Esq	-	-
Mrs JB Rosenberg	100	100

By order of the board



J Rosenberg  
Director

13 October 2005

# Kindlance Limited

## DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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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 or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 requirements of 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.

**Kindlance Limited**  
**PROFIT AND LOSS ACCOUNT**  
**for the year ended 31 December 2004**

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	<i>Notes</i>	2004 £	2003 £
TURNOVER	1	2,651	6,332
Cost of sales		(610)	(4,347)
Gross profit		<u>2,041</u>	<u>1,985</u>
Other operating expenses (net)		(2,287)	(8,062)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	<u>(246)</u>	<u>(6,077)</u>
Taxation	4	-	-
RETAINED LOSS FOR THE YEAR	10	<u>(246)</u>	<u>(6,077)</u>

The operating loss for the year arises from the company's continuing operations.

No separate statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

# Kindlance Limited

## BALANCE SHEET

31 December 2004

	<i>Notes</i>	2004 £	2003 £
<b>FIXED ASSETS</b>			
Tangible assets	5	-	-
<b>CURRENT ASSETS</b>			
Debtors due within one year	6	2,743	4,707
Debtors due after more than one year	6	19,311	19,993
Cash at bank and in hand		5,869	1,969
		<u>27,923</u>	<u>26,669</u>
CREDITORS: Amounts falling due within one year	7	(1,500)	(2,350)
<b>NET CURRENT ASSETS</b>		<u>26,423</u>	<u>24,319</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		26,423	24,319
CREDITORS: Amounts falling due after more than one year	8	(59,699)	(57,349)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(33,276)</u>	<u>(33,030)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	100	100
Profit and loss account	10	(33,376)	(33,130)
<b>SHAREHOLDERS' FUNDS</b>	11	<u>(33,276)</u>	<u>(33,030)</u>

For the year ended 31 December 2004 the company was entitled to the exemption from the requirement to have an audit under the provisions of s 249A(1), Companies Act 1985. No notice has been deposited with the company under s249B(2) of that Act requiring an audit to be carried out. The directors acknowledge their responsibility for:

- Ensuring that the company keeps accounting records in accordance with s221, Companies Act 1985; and
- Preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its result for the year then ended in accordance with the requirements of s226, Companies Act 1985, and which otherwise comply with the requirements of the Act so far as they are applicable to the company.

Approved by the board on 13 October 2005



J Rosenberg

Director

# Kindlance Limited

## ACCOUNTING POLICIES

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### BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

### GOING CONCERN

The company relies on the continued support of the director and continue to adopt the going concern concept in preparing the financial statements.

### TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets other than freehold land at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Computer equipment	25% straight line.
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### TURNOVER

Turnover represents interest received by the company in respect of mortgages held by clients during the year.

# Kindlance Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

### 1 TURNOVER

The company's turnover were all derived from its principal activity. All sales were made in United Kingdom.

### 2 LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

	2004	2003
	£	£

Loss on ordinary activities before taxation is stated after charging:

Depreciation and amounts written off tangible fixed assets:  
owned assets

	-	41
	-	41

### 3 EMPLOYEES

	2004	2003
	No.	No.

The average weekly number of persons (including directors) employed by the company during the year was:

Office and management

	2	3
	2	3

	2004	2003
	£	£

Staff costs for the above persons:

Wages and salaries

Social security costs

	-	2,493
	-	1,411
	-	3,904

### 4 TAXATION

	2004	2003
	£	£

Current tax:

UK corporation tax on profits of the period

	-	-
	-	-

Factors affecting tax charge for period:

	2004	2003
	£	£

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (30%). The differences are explained below:

Loss on ordinary activities before tax

	(246)	(6,077)
	(246)	(6,077)

Loss on ordinary activities multiplied by standard rate of corporation tax in the UK 19% (2003: 19%)

	(47)	(1,155)
	(47)	(1,155)

Effects of:

Capital allowances in excess of depreciation

	(26)	8
	73	1,147

Losses carried forward

	73	1,147
	73	1,147

Tax charge for period

	-	-
	-	-

# Kindlance Limited

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2004

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5	TANGIBLE FIXED ASSETS		<i>Office equipment</i> £
	Cost or valuation		
	1 January 2004 and 31 December 2004		4,352
	Depreciation		
	1 January 2004 and 31 December 2004		4,352
	Net book value		
	31 December 2004 and 31 December 2004		-
6	DEBTORS	2004	2003
		£	£
	Due within one year:		
	Trade debtors	2,743	4,707
	Due in more than one year:		
	Trade debtors	19,311	19,993
	Trade debtors relate to capital repayments in respect of the secured loan made by the company to third parties. The term of the loan is 15 years.		
7	CREDITORS: Amounts falling due within one year	2004	2003
		£	£
	Accruals and deferred income	1,500	2,350
8	CREDITORS: Amounts falling due after more than one year	2004	2003
		£	£
	Directors' loan account	59,699	57,349
9	SHARE CAPITAL	2004	2003
		£	£
	Authorised:		
	1,000 ordinary shares of £1 each	1,000	1,000
	Allotted, issued and fully paid:		
	100 ordinary shares of £1 each	100	100

# Kindlance Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

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10	PROFIT AND LOSS ACCOUNT	2004	2003
		£	£
	1 January 2004	(33,130)	(27,053)
	Loss for the financial year	(246)	(6,077)
	31 December 2004	<u>(33,376)</u>	<u>(33,130)</u>
11	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2004	2003
		£	£
	Loss for the financial year	(246)	(6,077)
	Opening shareholders' funds	(33,030)	(26,953)
	Closing shareholders' funds	<u>(33,276)</u>	<u>(33,030)</u>

### 12 ULTIMATE CONTROLLING PARTY

The ultimate controlling party is JB Rosenberg.