

COMPANY REGISTRATION NUMBER 03077946

**VINE DEVELOPMENTS LIMITED**  
**FINANCIAL STATEMENTS**

**31 MARCH 2007**



**HARE WILSON ASSOCIATES**

Chartered Accountants & Registered Auditors  
Redmead House,  
Uxbridge Road,  
Hillingdon Heath,  
Uxbridge  
Middlesex  
UB 10 0LT

# **VINE DEVELOPMENTS LIMITED**

## **FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2007**

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# VINE DEVELOPMENTS LIMITED

## THE DIRECTORS' REPORT

### YEAR ENDED 31 MARCH 2007

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2007

#### PRINCIPAL ACTIVITIES

The principal activity of the company is that of property developing and project consultancy advice

#### THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows

	Ordinary Shares of £1 each	
	At 31 March 2007	At 1 April 2006
G DYKE	962,000	962,000
R WEBB	-	-

#### DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 these 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 that 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 the prevention and detection of fraud and other irregularities.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

# **VINE DEVELOPMENTS LIMITED**

## **THE DIRECTORS' REPORT** *(continued)*

**YEAR ENDED 31 MARCH 2007**

### **AUDITOR**

A resolution to re-appoint Hare Wilson Associates as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985

### **SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Registered office  
REDMEAD HOUSE  
UXBRIDGE ROAD  
HILLINGDON HEATH  
MIDDLESEX  
UB10 0LT

Signed by order of the directors



R WEBB  
Company Secretary

Approved by the directors on 31st July 2007

## **VINE DEVELOPMENTS LIMITED**

### **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VINE DEVELOPMENTS LIMITED**

#### **YEAR ENDED 31 MARCH 2007**

We have audited the financial statements of VINE DEVELOPMENTS LIMITED for the year ended 31 March 2007 on pages 5 to 12, which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005) and on the basis of the accounting policies set out on pages 7 to 8

This report is made solely to the company's members, as a body, in accordance with Section 235 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.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions is not disclosed.

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

#### **BASIS OF AUDIT OPINION**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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.

# VINE DEVELOPMENTS LIMITED

## INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VINE DEVELOPMENTS LIMITED *(continued)*

YEAR ENDED 31 MARCH 2007

### OPINION

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 March 2007 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements

*Hare Wilson Associates*

HARE WILSON ASSOCIATES  
Chartered Accountants  
& Registered Auditors

Redmead House,  
Uxbridge Road,  
Hillingdon Heath,  
Uxbridge  
Middlesex  
UB 10 0LT

31.03.2007

# VINE DEVELOPMENTS LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2007

	Note	2007 £	2006 £
<b>TURNOVER</b>		<b>4,970,000</b>	<b>417,000</b>
Cost of sales		<u>4,515,708</u>	<u>-</u>
<b>GROSS PROFIT</b>		<b>454,292</b>	<b>417,000</b>
Administrative expenses		174,799	725,885
Other operating income		<u>(21,114)</u>	<u>(28,413)</u>
<b>OPERATING PROFIT/(LOSS)</b>	<b>2</b>	<b>300,607</b>	<b>(280,472)</b>
Interest receivable		29,638	292,481
Amounts written off investments	<b>3</b>	<u>(36,411)</u>	<u>-</u>
Interest payable and similar charges		<u>(92,286)</u>	<u>(194,010)</u>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>201,548</b>	<b>(182,001)</b>
Tax on profit/(loss) on ordinary activities	<b>4</b>	<u>46,600</u>	<u>(34,580)</u>
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		<b>154,948</b>	<b>(147,421)</b>
Balance brought forward		<u>678,399</u>	<u>825,820</u>
Balance carried forward		<u><b>833,347</b></u>	<u><b>678,399</b></u>

The notes on pages 7 to 12 form part of these financial statements

# VINE DEVELOPMENTS LIMITED

## BALANCE SHEET

31 MARCH 2007

	Note	2007 £	2006 £
<b>FIXED ASSETS</b>			
Tangible assets	5	134,785	126,061
<b>CURRENT ASSETS</b>			
Stocks		175,539	2,216,630
Debtors	6	2,601,337	3,472,686
Investments	7	—	36,511
Cash at bank		787,440	249,347
		<u>3,564,316</u>	<u>5,975,174</u>
<b>CREDITORS: Amounts falling due within one year</b>	8	<u>1,877,999</u>	<u>4,436,425</u>
<b>NET CURRENT ASSETS</b>		<u>1,686,317</u>	<u>1,538,749</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,821,102</u>	<u>1,664,810</u>
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred taxation	9	<u>1,344</u>	<u>—</u>
		<u>1,819,758</u>	<u>1,664,810</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	12	974,000	974,000
Share premium account	13	12,411	12,411
Profit and loss account		833,347	678,399
<b>SHAREHOLDERS' FUNDS</b>		<u>1,819,758</u>	<u>1,664,810</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

These financial statements were approved by the directors on the 31st July 2007 and are signed on their behalf by



G Dyke  
Director

The notes on pages 7 to 12 form part of these financial statements



**VINE DEVELOPMENTS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

**Fixed assets**

All fixed assets are initially recorded at cost

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Fixtures, Fittings & Equipment - 20% S L Basis (10% S L in year of acquisition & disposal)

**Investment properties**

Investment properties are accounted for in accordance with the Statement of Standard Accounting Practice No 19. No depreciation is provided in respect of such properties. Although the Companies Act 1985 would normally require the depreciation of fixed assets it is believed that this policy of not providing depreciation is necessary in order for the accounts to give a true and fair view

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

**Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account

**VINE DEVELOPMENTS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

**1. ACCOUNTING POLICIES** *(continued)*

**Deferred taxation**

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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**2. OPERATING PROFIT/(LOSS)**

Operating profit/(loss) is stated after charging

	2007 £	2006 £
Directors' emoluments	10,000	312,500
Pension contributions	—	244,876
Depreciation of owned fixed assets	5,633	6,356
Auditor's fees	<u>2,000</u>	<u>1,900</u>

**3. AMOUNTS WRITTEN OFF INVESTMENTS**

	2007 £	2006 £
Amount written off investments	<u>36,411</u>	<u>—</u>

**VINE DEVELOPMENTS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

**4 TAXATION ON ORDINARY ACTIVITIES**

	2007		2006
	£	£	£
Current tax			
UK Corporation tax based on the results for the year at 30% (2006 - 19%)	11,632		-
Total current tax	11,632		-
Deferred tax			
Origination and reversal of timing differences (note 9)			
Capital allowances	1,121		(733)
Losses	33,847		(33,847)
Total deferred tax (note 9)	34,968		(34,580)
Tax on profit/(loss) on ordinary activities	46,600		(34,580)

**5. TANGIBLE FIXED ASSETS**

	Freehold Property £	Fixtures, Fittings & Equipment £	Total £
<b>COST</b>			
At 1 April 2006	117,845	32,164	150,009
Additions	-	14,357	14,357
Disposals	-	(12,113)	(12,113)
At 31 March 2007	117,845	34,408	152,253
<b>DEPRECIATION</b>			
At 1 April 2006	-	23,948	23,948
Charge for the year	-	5,633	5,633
On disposals	-	(12,113)	(12,113)
At 31 March 2007	-	17,468	17,468
<b>NET BOOK VALUE</b>			
At 31 March 2007	117,845	16,940	134,785
At 31 March 2006	117,845	8,216	126,061

# VINE DEVELOPMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

### 6 DEBTORS

	2007	2006
	£	£
VAT recoverable	53,502	—
Other debtors	2,547,835	3,439,062
Deferred taxation (note 9)	—	33,624
	<u>2,601,337</u>	<u>3,472,686</u>

Included in other debtors are loans made in respect of current projects. The company has either legal mortgages or other security secured on the properties concerned.

### 7. INVESTMENTS

	2007	2006
	£	£
Shares in group undertakings	—	<u>36,511</u>

### 8 CREDITORS: Amounts falling due within one year

	2007	2006
	£	£
Bank loans and overdrafts	150,000	2,997,922
Trade creditors	668,862	98,228
Amounts owed to group undertakings	—	100
Other creditors including taxation and social security		
Corporation tax	11,632	—
PAYE and social security	2,045	167,486
VAT	—	51,542
Directors loan accounts	—	623,000
Other creditors	992,457	484,424
Accruals and deferred income	<u>53,003</u>	<u>13,723</u>
	<u>1,059,137</u>	<u>1,340,175</u>
	<u>1,877,999</u>	<u>4,436,425</u>

Bank loans were secured by a legal mortgages over land & properties together with guarantees from associated company, Vine Leisure Limited

**VINE DEVELOPMENTS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

**9. DEFERRED TAXATION**

The deferred tax included in the Balance sheet is as follows

	2007 £	2006 £
Included in debtors (note 6)	-	(33,624)
Included in provisions	<u>1,344</u>	<u>-</u>
	<u>1,344</u>	<u>(33,624)</u>

The movement in the deferred taxation account during the year was

	2007 £	2006 £
Balance brought forward	(33,624)	956
Profit and loss account movement arising during the year	<u>34,968</u>	<u>(34,580)</u>
Balance carried forward	<u>1,344</u>	<u>(33,624)</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of

	2007 £	2006 £
Excess of taxation allowances over depreciation on fixed assets	1,344	223
Tax losses available	<u>-</u>	<u>(33,847)</u>
	<u>1,344</u>	<u>(33,624)</u>

**10 CONTINGENCIES**

There were no contingent liabilities as at 31st March 2007

# VINE DEVELOPMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

### 11. RELATED PARTY TRANSACTIONS

- 1) The company was under the control of Mr G Dyke throughout the current and previous year, by virtue of the fact that he owns 98.77% of the company's issued share capital
- 2) During the year the company did not receive any income for Marketing advice from Vine Leisure Limited (2006 £55,000). At the balance sheet date the amount owed to Vine Leisure Limited, a company controlled by Mr G Dyke, was £727,457 (2006 £49,465). The Bank loan was partly secured by guarantees from Vine Leisure Limited
- 3) During the year the company paid consultancy fees of £6,907 to Vine Leisure Limited (2006 £14,900)
- 4) During the year the company did not receive any income for office services & project advice from Gregory Dyke Services (2006 £110,000)
- 5) All loans made by Mr G Dyke to the company were paid back in the year. The amount outstanding at the balance sheet date was £Nil (2006 £623,000)
- 6) No pension premiums on behalf of G Dyke were paid in the year (2006 244,876). G Dyke's remuneration was also reduced to £5,000 in the year (2006 £307,500)
- 7) During the year Vine Productions Limited was struck off and as such the balance at the year end was £Nil (2006 £100)

All of the above were commercial transactions carried out at arms length

### 12. SHARE CAPITAL

#### Authorised share capital:

	2007 £	2006 £
2,000,000 Ordinary shares of £1 each	<u>2,000,000</u>	<u>2,000,000</u>

#### Allotted, called up and fully paid:

	2007 No	£	2006 No	£
Ordinary shares of £1 each	<u>974,000</u>	<u>974,000</u>	<u>974,000</u>	<u>974,000</u>

### 13. SHARE PREMIUM ACCOUNT

There was no movement on the share premium account during the financial year