

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

**31 MARCH 2003**

Company Registration Number 03077946



**HARE WILSON & CO**  
Chartered Accountants & Registered Auditors  
Redmead House, Uxbridge Road  
Hillingdon Heath, Uxbridge  
Middlesex, UB10 0LT

**VINE DEVELOPMENTS LIMITED**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2003**

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# VINE DEVELOPMENTS LIMITED

## THE DIRECTORS' REPORT

### YEAR ENDED 31 MARCH 2003

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2003.

#### PRINCIPAL ACTIVITIES

The principal activity of the company is that of property developing.

#### THE DIRECTORS AND THEIR INTERESTS IN 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 2003	At 1 April 2002
G. DYKE	961,999	961,999
R. WEBB	<u>1</u>	<u>1</u>

#### 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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on pages 7 to 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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. 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.

#### AUDITORS

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

# VINE DEVELOPMENTS LIMITED

## THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2003

### 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 ..... 2003 .....

# **VINE DEVELOPMENTS LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS**

**YEAR ENDED 31 MARCH 2003**

We have audited the financial statements on pages 5 to 10 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on pages 7 to 8.

This report is made solely to the company's shareholders, 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 shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS**

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable United Kingdom law and Accounting Standards are set out in the Statement of Directors' Responsibilities on page 1.

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 misstatements within it. Our responsibilities do not extend to any other information.

### **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.


# VINE DEVELOPMENTS LIMITED

## INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS *(continued)*

YEAR ENDED 31 MARCH 2003

### OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2003 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



Redmead House, Uxbridge Road  
Hillingdon Heath, Uxbridge  
Middlesex, UB10 0LT

HARE WILSON & CO  
Chartered Accountants  
& Registered Auditors

...19-08-2003.....

# VINE DEVELOPMENTS LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2003

	Note	2003 £	2002 £
<b>TURNOVER</b>		<b>1,150</b>	<b>11,072,763</b>
Cost of sales		<b>(80,589)</b>	<b>10,358,669</b>
<b>GROSS PROFIT</b>		<b>81,739</b>	<b>714,094</b>
Administrative expenses		<b>71,352</b>	<b>114,894</b>
Other operating income		<b>(29,080)</b>	<b>(3,281)</b>
<b>OPERATING PROFIT</b>	<b>2</b>	<b>39,467</b>	<b>602,481</b>
Interest receivable		<b>95,527</b>	<b>164,318</b>
Interest payable		<b>(13,010)</b>	<b>—</b>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>121,984</b>	<b>766,799</b>
Tax on profit on ordinary activities	<b>3</b>	<b>24,204</b>	<b>262,970</b>
<b>RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		<b>97,780</b>	<b>503,829</b>
Balance brought forward		<b>649,561</b>	<b>145,732</b>
Balance carried forward		<b>747,341</b>	<b>649,561</b>

The notes on pages 7 to 10 form part of these financial statements.

# VINE DEVELOPMENTS LIMITED

## BALANCE SHEET

31 MARCH 2003

	Note	2003 £	2002 £
<b>FIXED ASSETS</b>			
Tangible assets	4	132,200	137,259
<b>CURRENT ASSETS</b>			
Stocks		1,668,124	351,078
Debtors	5	1,336,175	1,836,227
Cash at bank		119,235	1,406,574
		<u>3,123,534</u>	<u>3,593,879</u>
<b>CREDITORS: Amounts falling due within one year</b>	6	<u>1,521,121</u>	<u>2,095,166</u>
<b>NET CURRENT ASSETS</b>		<u>1,602,413</u>	<u>1,498,713</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,734,613</u>	<u>1,635,972</u>
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>			
Deferred taxation	7	861	—
		<u>1,733,752</u>	<u>1,635,972</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	10	974,000	974,000
Share premium account		12,411	12,411
Profit and loss account		747,341	649,561
<b>SHAREHOLDERS' FUNDS</b>		<u>1,733,752</u>	<u>1,635,972</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 June 2002).

These financial statements were approved by the directors on the 12.03.2003 and are signed on their behalf by:



G. Dyke  
Director

The notes on pages 7 to 10 form part of these financial statements.



# **VINE DEVELOPMENTS LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2003**

### **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 June 2002).

#### **Turnover**

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

#### **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 & Computers - 20% Straight Line Basis

#### **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.

# VINE DEVELOPMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2003

### 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.

### 2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2003	2002
	£	£
Directors' emoluments	9,000	9,000
Depreciation of owned fixed assets	4,313	2,157
Profit on disposal of fixed assets	(83)	—
Auditors' fees	1,600	1,500

### 3. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2003	2002
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 19% (2002 - 30%)	23,343	262,970
Total current tax	23,343	262,970
Deferred tax:		
Increase in deferred tax provision (note 7)		
Capital allowances	861	—
Tax on profit on ordinary activities	24,204	262,970

# VINE DEVELOPMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2003

### 4. TANGIBLE FIXED ASSETS

	Freehold Property £	Fixtures & Fittings £	Total £
<b>COST</b>			
At 1 April 2002	117,845	21,571	139,416
Disposals	—	(829)	(829)
<b>At 31 March 2003</b>	<u>117,845</u>	<u>20,742</u>	<u>138,587</u>
<b>DEPRECIATION</b>			
At 1 April 2002	—	2,157	2,157
Charge for the year	—	4,313	4,313
On disposals	—	(83)	(83)
<b>At 31 March 2003</b>	<u>—</u>	<u>6,387</u>	<u>6,387</u>
<b>NET BOOK VALUE</b>			
<b>At 31 March 2003</b>	<u>117,845</u>	<u>14,355</u>	<u>132,200</u>
At 31 March 2002	<u>117,845</u>	<u>19,414</u>	<u>137,259</u>

### 5. DEBTORS

	2003 £	2002 £
VAT recoverable	53,653	54,830
Corporation tax recoverable	—	1,610
Other debtors	1,237,628	1,589,000
Prepayments and accrued income	44,894	190,787
	<u>1,336,175</u>	<u>1,836,227</u>

### 6. CREDITORS: Amounts falling due within one year

	2003 £	2002 £
Trade creditors	1,210,634	1,783,591
Other creditors including taxation:		
Corporation tax	23,990	262,256
Other creditors	275,000	36,356
Directors current accounts	—	1,356
Accruals and deferred income	11,497	11,607
	<u>310,487</u>	<u>311,575</u>
	<u>1,521,121</u>	<u>2,095,166</u>

# VINE DEVELOPMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2003

### 7. DEFERRED TAXATION

	2003 £	2002 £
The movement in the deferred taxation provision during the year was:		
Profit and loss account movement arising during the year	861	—
Provision carried forward	861	—

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2003 £	2002 £
Excess of taxation allowances over depreciation on fixed assets	861	—
	861	—

### 8. CONTINGENCIES

There were no contingent liabilities as at 31st March 2003 .

### 9. 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 share capital.

### 10. SHARE CAPITAL

#### Authorised share capital:

	2003 £	2002 £
2,000,000 Ordinary shares of £1 each	2,000,000	2,000,000

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

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	974,000	974,000	974,000	974,000