

Registered number  
3115851

Chimestone Property Developments Limited

Abbreviated Accounts

30 April 2004



**Independent Auditors' report to Chimestone Property Developments Limited  
under section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 6, together with the full accounts of the company for the year ended 30 April 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

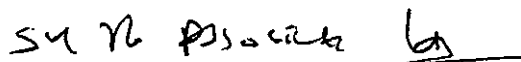
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and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

**Basis of Opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the full accounts, 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 full accounts.

**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 6 are properly prepared in accordance with those provisions.



Such & Co Associates Limited  
Chartered Certified Accountants and Registered Auditors

61 Link House  
New Covent Garden Market  
Nine Elms Lane  
London SW8 5PA

Dated: 25 Feb 2005

**Chimestone Property Developments Limited**  
**Abbreviated Balance Sheet**  
**as at 30 April 2004**

	Notes	2004 £	2003 £
<b>Fixed assets</b>			
Tangible assets	3	672,704	567,966
Investments	4	<u>235,002</u>	<u>235,002</u>
		907,706	802,968
<b>Current assets</b>			
Debtors		21,427	56,223
Cash at bank and in hand		<u>-</u>	<u>-</u>
		21,427	56,223
<b>Creditors: amounts falling due within one year</b>		<u>(409,789)</u>	<u>(216,421)</u>
<b>Net current liabilities</b>		<u>(388,362)</u>	<u>(160,198)</u>
<b>Total assets less current liabilities</b>		519,344	642,770
<b>Creditors: amounts falling due after more than one year</b>	5	<u>282,630</u>	<u>187,015</u>
<b>Net assets</b>		<u>236,714</u>	<u>455,755</u>
<b>Capital and reserves</b>			
Called up share capital	6	235,000	235,000
Profit and loss account		<u>1,714</u>	<u>220,755</u>
<b>Shareholders' funds</b>		<u>236,714</u>	<u>455,755</u>

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



L R Williams  
 Director

Approved by the board on 21 February 2005

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
**for the year ended 30 April 2004**

**1 Accounting policies**

***Basis of accounting:***

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

***Cash flow statement***

The directors are taking advantage of the exemption offered to small Companies by FRS1, hence no cash flow statement is presented.

***Fixed Assets - Development Property***

The properties held for renovation and refurbishment are treated as development properties and such properties are stated at cost.

All development outgoings are added to cost when incurred.

Development properties are not revalued.

***Depreciation***

No depreciation is charged for fixed assets property held for development because of high residual value and a reasonably long useful economic life of the property.

The company has a policy to keep the property to a high standard of maintenance.

Accordingly the resultant depreciation charge is considered immaterial.

***Deferred taxation***

Provision is considered, using the liability method, for timing differences between the treatment of certain items for taxation and accounting purposes and since there are no timing differences no deferred tax liability is made.

Deferred tax asset is not recognised.

***Consolidation***

The company has claimed exemption under section 248 of the companies Act 1985 from the preparation of group accounts on the grounds that the group is small.

The accounts give information about the company as an individual undertaking and not about its group.

***Grants***

The grant received from the local authorities has been set against the amount expended on maintaining the property.

**2 Turnover**

This represents rental income and other property related transactions income as under:

	2004 £	2003 £
Rental and Other Income arising from property held as development	<u>77,231</u>	<u>42,514</u>

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
**for the year ended 30 April 2004**

**3 Tangible fixed assets - Development properties**

	<b>Land and Buildings £</b>
<b>Cost</b>	
At 1 May 2003	567,965
Additions	104,738
Surplus on revaluation	-
Disposals	-
At 30 April 2004	<u>672,703</u>
<b>Depreciation</b>	
At 1 May 2003	-
Charge for the year	-
Surplus on revaluation	-
On disposals	-
At 30 April 2004	<u>-</u>
<b>Net book value</b>	
At 30 April 2004	<u>672,703</u>
At 30 April 2003	<u>567,965</u>

**4 Investments**

	<b>Investments in subsidiary undertakings £</b>	<b>Other investments £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 May 2003	235,002	-	235,002
Additions	-	-	-
Disposals	-	-	-
At 30 April 2004	<u>235,002</u>	<u>-</u>	<u>235,002</u>

The above investments are unlisted. The additional information on principal subsidiary undertakings is shown on note 7.

**10 Creditors: amounts falling due after more than one year**

	<b>2004 £</b>	<b>2003 £</b>
Bank loan and overdraft - within two to five years	100,000	187,015
Bank loan and overdraft - over five year	182,630	-
	<u>282,630</u>	<u>187,015</u>

This loan is secured and is subject to interest charge 2% over bank base rate.

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
**for the year ended 30 April 2004**

**6 Share Capital**

	2004 No	2003 No	2004 £	2003 £
Authorised, Allotted, called up and fully paid Shares of £1 each	-	-		
Ordinary shares of £1 each	35,000	35,000	35,000	35,000
Non-cumulative Preference Share	200,000	200,000	200,000	200,000
			<u>235,000</u>	<u>235,000</u>

**12 Subsidiary Undertakings**

	Class of shares held	Proportion held (Parent Comp)	capital & reserves 30/04/04 £	Profit/(Loss) Year ended 30/04/04 £	Valuation (Equity method) £
<b>Chimestone Limited</b>	Ordinary and Non Cumulative ) Pref. Shares )	100%	1,582,582	115,192	1,582,582
<b>SMW Property Developments Limited</b>	Ordinary Shares	100%	2	Nil	2

SMW Property Development Limited remained dormant throughout the year.

The principal activity of Chimestone Limited is property investment and development

	Class of shares held	Proportion held (Parent Comp)	capital & reserves 30/04/04 £	(Loss)/Profit Year ended 30/04/04 £	Valuation (Equity method) £
<b>Innovation Centre Management Co Ltd</b>	Ordinary Shares	100%	(40,587)	(197)	(40,587)

The innovation centre management company limited did not trade during the year.

**13 Related Party Transactions - Group Undertakings**

The subsidiary undertakings, Chimestone Limited paid dividend to its ultimate holding company in the sum of £104,000 - (2003: £110,000)

Amounts outstanding in respect of group undertakings are as under:

	2004 £	2003 £
- Chimestone Limited	(314,953)	30,798
- SMW Property Development Limited	(2)	(2)

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
**for the year ended 30 April 2004**

**14 Transactions with the directors**

The subsidiary undertakings, Chimestone Limited has incurred the following amounts in respect of rent and accomodation allowances for the use of directors' home as office.

	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
L R Williams	14,400	8,000
M H Despard	<u>7,500</u>	<u>-</u>

During the year the subsidiary undertakings, Chimestone Limited purchased a property from the director, M H Despard for £30,400. The value was determined by Independent Professional Valuation.

During the year the sum of £100,000 was advanced to the subsidiary undertakings, Chimestone Limited by the director, Mr M H Despard. This amount is repayable on a three month notice period and is subject to interest charge at the rate of 10% pa and is unsecured.