

Registered number  
3115851

Chimestone Property Developments Limited

Abbreviated Accounts

30 April 2005



**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 2005 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 2006

**Chimestone Property Developments Limited**  
**Abbreviated Balance Sheet**  
**as at 30 April 2005**

	Notes	2005 £	2004 £
<b>Fixed assets</b>			
Tangible assets	3	693,784	672,704
Investments	4	<u>235,000</u>	<u>235,002</u>
		928,784	907,706
<b>Current assets</b>			
Debtors	5	110,806	21,427
Cash at bank and in hand		<u>-</u>	<u>-</u>
		110,806	21,427
<b>Creditors: amounts falling due within one year</b>		<u>(346,629)</u>	<u>(409,789)</u>
<b>Net current liabilities</b>		<u>(235,823)</u>	<u>(388,362)</u>
<b>Total assets less current liabilities</b>		692,961	519,344
<b>Creditors: amounts falling due after more than one year</b>	6	<u>318,150</u>	<u>282,630</u>
<b>Net assets</b>		<u><u>£374,811</u></u>	<u><u>£236,714</u></u>
<b>Capital and reserves</b>			
Called up share capital	7	235,000	235,000
Revaluation reserve		125,818	-
Profit and loss account		<u>13,993</u>	<u>1,714</u>
<b>Shareholders' funds</b>		<u><u>£374,811</u></u>	<u><u>£236,714</u></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

Dated: 22 Feb 2006

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
**for the year ended 30 April 2005**

**1 Accounting policies**

***Basis of accounting:***

The accounts have been prepared under the historical cost convention, modified to include the revaluation of freehold land and building 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.

***Tangible Fixed Assets - Development Property***

The property held for renovation and refurbishment is treated as development property and is stated at cost. Development property ceases to be treated as such when income exceeds outgoings relating to that property.

All development outgoings are added to cost when incurred.

Development property is not revalued because of high residual value and a reasonably long useful economic life of the property.

***Tangible Fixed Assets - Investment property***

During the year the company capitalised freehold land and building as investment property which was previously stated as development property.

In accordance with SSAP 19;

(1) Investment property is revalued and the aggregate surplus or deficit is transferred to a revaluation reserve;

(2) No depreciation is provided in respect of freehold investment property. The directors consider that this accounting policy results in the accounts giving a true and fair view. Depreciation is only one of the factors reflected in the annual valuation, and the amount which might otherwise have been shown cannot be separately identified or quantified.

***Debtors - amount due after one year***

The cost of improving and refitting a unit, which was capitalised has now been treated as debtors.

The tenant occupying the unit has agreed to reimburse the company for the cost of £104,738 incurred evenly over the next seven years.

***Deferred taxation***

Since there are no timing differences between the treatment of certain items for taxation and accounting purposes, no provision for 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.

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
**for the year ended 30 April 2005**

**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 charges receivable and is stated net of Value Added

**3 Tangible fixed assets - Freehold land and buildings**

	<b>Land and Buildings</b>	<b>£</b>
<b>Cost</b>		
At 1 May 2004	672,704	
Additions	-	
Surplus on revaluation	125,818	
Improvement cost reallocated	(104,738)	
At 30 April 2005	<u>693,784</u>	—
<b>Depreciation</b>		
At 1 May 2004	-	
Charge for the year	-	
Surplus on revaluation	-	
On disposals	-	
At 30 April 2005	<u>-</u>	—
<b>Net book value</b>		
At 30 April 2005	<u>£693,784</u>	—
At 30 April 2004	<u>£672,704</u>	—

Freehold investment property is stated valuation, the historical cost of which is £44,182 and the resultant surplus of £125,818 is transferred to revaluation reserves.

This property is revalued by the director on the basis of open market value.

No provision has been made for United Kingdom taxation of approximately £9,250 (2004 - £-) which would arise if the freehold land and building was sold at its revalued amount.

**4 Investments**

	<b>Investments in subsidiary undertakings</b>	<b>Other investments</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
At 1 May 2004	235,002	-	235,002
Additions	-	-	-
Amount written off as subsidiary is dissolved	(2)	-	(2)
At 30 April 2005	<u>£235,000</u>	<u>-</u>	<u>£235,000</u>

The above investments are unlisted. The additional information on principal subsidiary undertakings is shown on note 8.

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
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<b>5 Debtors</b>	<b>2005</b>	<b>2004</b>
<b>- Due after one year</b>		
Improvement cost recoverable from the tenant	<u>£93,235</u>	<u>-</u>

<b>6 Creditors: amounts falling due after more than one year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank loan and overdraft - within two to five years	100,000	-
Bank loan and overdraft - over five year	<u>218,150</u>	<u>182,630</u>
	<u>£318,150</u>	<u>£182,630</u>

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

**7 Share Capital**

	<b>2005 No</b>	<b>2004 No</b>	<b>2005 £</b>	<b>2004 £</b>
Authorised, Allotted, called up and fully paid shares of £1 each	-	-		
"A" Ordinary shares of £1 each	17,500	17,500	17,500	17,500
"B" Ordinary shares of £1 each	17,500	17,500	17,500	17,500
Non-cumulative Preference Shares	200,000	200,000	<u>200,000</u>	<u>200,000</u>
			<u>£235,000</u>	<u>£235,000</u>

**8 Subsidiary Undertakings**

	<b>Class of shares held</b>	<b>Proportion held (Parent Comp</b>	<b>capital &amp; reserves 30/04/2005 £</b>	<b>Profit/(Loss) Year ended 30/04/2005 £</b>	<b>Valuation (Equity method) £</b>
<b>Chimestone Limited</b>	Ordinary and Non Cumulative Pref. Shares ) )	100%	<u>1,820,912</u>	<u>(201,886)</u>	<u>1,820,912</u>

The principal activity of Chimestone Limited is property investment and development.

**Chimestone Property Developments Limited**  
**Notes to the Abbreviated Accounts**  
**for the year ended 30 April 2005**

**9 Related Party Transactions - Group Undertakings**

The subsidiary undertakings, Chimestone Limited paid dividend to its ultimate holding company in the sum of £225,000 - (2004: £104,000)

Amounts outstanding in respect of group undertakings are as under:

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
- Chimestone Limited	(225,294)	(314,953)
- SMW Property Development Limited	-	(2)

**10 Transactions with the directors**

The subsidiary undertaking, Chimestone Limited has incurred the following amounts in respect of rent and accomodation allowances for the use of directors' homes as offices;

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
L R Williams	14,400	14,400
M H Despard	<u>7,500</u>	<u>7,500</u>

During the year the sum of £200,000 was advanced to the subsidiary undertaking, Chimestone Limited by the directors, Mr M H Despard and Mr L R Williams. No date is fixed for the repayment of this loan and is subject to interest at the rate of 10% p.a. and is unsecured.