

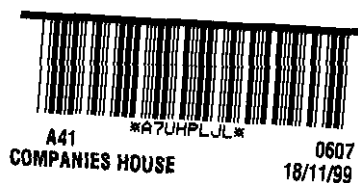
COMPANY NUMBER: 03268801

**RIDGEFORD PROPERTIES LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 1999**

**HORWATH**  
**CLARK WHITEHILL**  
*Chartered Accountants*

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**RIDGEFORD PROPERTIES LIMITED**  
**DIRECTOR'S REPORT**  
**YEAR ENDED 31 MARCH 1999**

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**DIRECTOR**        C T Murray

The sole director has pleasure in presenting his report and the audited financial statements for the period ended 31 March 1999.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**RESULTS AND DIVIDENDS**

No dividends were proposed during the period.

**PRINCIPLE ACTIVITY**

The principal activity of the company is that of property managers and developers.

**DIRECTOR AND HIS INTERESTS**

The director has no beneficial interest in the share capital of the company.

By Order of the Board

A handwritten signature in black ink, appearing to be 'Paul Paul', written over a horizontal line.

Secretary

**RIDGEFORD PROPERTIES LIMITED**  
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

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Company law requires the director to prepare accounts for each financial year which give a true and fair view of the company's state of affairs at the end of the year and of the profit or loss for that period. In preparing those accounts 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 accounts on the going concern basis unless it is inappropriate to assume that the company will continue in business.

The director is 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 accounts comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

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**AUDITORS' REPORT  
TO THE SHAREHOLDERS OF  
RIDGEFORD PROPERTIES LIMITED**



We have audited the financial statements on pages 4 to 8 which have been prepared under the accounting policies set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 2 the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

**Basis of opinion**

We conducted our audit in accordance with 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 accounts 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 accounts 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 the information in the accounts.

**Unqualified 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 1999 and of its loss for the year ended and have been properly prepared in accordance with the Companies Act 1985.

1/11/99

*Horwath Clark Whitehill*

Chartered Accountants  
and Registered Auditors

**RIDGEFORD PROPERTIES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 MARCH 1999**

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	Notes	1999 £	1998 £
<b>TURNOVER</b>	2	121,074	204,703
<b>ADMINISTRATIVE EXPENSES</b>		<u>(164,534)</u>	<u>(312,488)</u>
		(43,460)	(107,785)
<b>OTHER INCOME</b>		<u>300</u>	<u>183,431</u>
<b>OPERATING (LOSS)/PROFIT</b>		(43,160)	75,646
Interest receivable		5,296	144
Interest payable		<u>-</u>	<u>(312,107)</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(37,864)	(236,317)
Tax on profit on ordinary activities		<u>-</u>	<u>(21,680)</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>		(37,864)	(257,997)
<b>RETAINED (LOSS) brought forward</b>		(257,997)	-
<b>RETAINED (LOSS) carried forward</b>		<u>(295,861)</u>	<u>(257,997)</u>

The notes on pages 6 and 8 form part of these financial statements.

**RIDGEFORD PROPERTIES LIMITED**  
**BALANCE SHEET**  
**31 MARCH 1999**

	Notes	1999 £	1998 £
<b>FIXED ASSETS</b>			
Tangible assets	4	18,468	23,350
<b>CURRENT ASSETS</b>			
Stock and work in progress	5	13,016,121	4,952,600
Trade debtors		27,838	31,302
Other debtors and prepayments		134,941	61,676
Cash at bank and in hand		106,726	34,464
		<u>13,285,626</u>	<u>5,080,042</u>
<b>CREDITORS: amounts falling due within one year</b>	6	<u>(7,528,592)</u>	<u>(89,900)</u>
<b>NET CURRENT ASSETS</b>		<u>5,757,034</u>	<u>4,990,142</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>5,775,502</u>	<u>5,013,492</u>
<b>CREDITORS: amounts falling due after one year</b>	7	<u>(6,071,263)</u>	<u>(5,271,389)</u>
<b>NET LIABILITIES</b>		<u>(295,761)</u>	<u>(257,897)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	8	100	100
Profit and loss account		<u>(295,861)</u>	<u>(257,997)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>(295,761)</u>	<u>(257,897)</u>

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on  
and signed on its behalf by:

29/10/99

Director



The notes on pages 6 and 8 form part of these financial statements.

**RIDGEFORD PROPERTIES LIMITED**  
**NOTES TO THE ACCOUNTS**  
**YEAR ENDED 31 MARCH 1999**

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**1. ACCOUNTING POLICIES**

**a) Basis of Accounting**

The financial statements are prepared under the historical cost convention and in accordance with:

- I. the Financial Reporting Standard for Smaller Entities, (effective March 1999) and
- II. the special provision of Part VII of the Companies Act 1985 relating to small companies.

Although the balance sheet of the company shows net liabilities of £295,761, as at 31 March 1999 the accounts have been prepared on a going concern basis.

Since the year end, the company has sold properties which realised sufficient cash resources for it to remain a going concern.

**b) Depreciation**

Depreciation is provided on all tangible fixed assets in use, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Office equipment	- 25% p.a. straight line
Fixtures and fittings	- 25% p.a. straight line
Motor vehicle	- 25% p.a. straight line

**c) Foreign Currencies**

Transactions denominated in foreign currency are translated into sterling at the rate of exchange ruling at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates ruling at the balance sheet date. All exchange differences are taken to the profit and loss account.

**d) Stock and Work in Progress**

Development land and buildings are stated at the lower of cost, which includes interest and a proportion of administration expenses incurred on specific projects, and net realisable value.

**2. TURNOVER**

Turnover represents the net amount invoiced to customers less trade discounts, excluding value added tax and sales of fixed assets. The turnover is wholly attributable to the company's main activity within the United Kingdom.

**3. OPERATING PROFIT**

Operating profit is stated after charging	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Director's remuneration	<b>50,000</b>	<b>47,917</b>
Depreciation	<b>7,487</b>	<b>3,993</b>
Auditors remuneration	<b>5,000</b>	<b>3,000</b>

**RIDGEFORD PROPERTIES LIMITED**  
**NOTES TO THE ACCOUNTS**  
**YEAR ENDED 31 MARCH 1999**

**4. TANGIBLE FIXED ASSETS**

	Office equipment £	Fixtures and Fittings £	Motor Vehicle £	Total £
Cost				
1 April 1998	4,668	3,180	19,495	27,343
Additions	2,446	159	-	2,605
<b>31 March 1999</b>	<b>7,114</b>	<b>3,339</b>	<b>19,495</b>	<b>29,948</b>
Depreciation				
1 April 1998	1,167	795	2,031	3,993
Charge for the period	1,778	835	4,874	7,487
<b>31 March 1999</b>	<b>2,945</b>	<b>1,630</b>	<b>6,905</b>	<b>11,480</b>
<b>Net book value 31 March 1999</b>	<b>4,169</b>	<b>1,709</b>	<b>12,590</b>	<b>18,468</b>
Net book value 31 March 1998	3,501	2,385	17,464	23,350

**Assets held under finance lease included above:**

<b>Net book value: 31 March 1999</b>	<b>19,495</b>
<b>Depreciation for the year</b>	<b>4,874</b>

**5. STOCK AND WORK IN PROGRESS**

	1999 £	1998 £
Development land and building	13,016,121	4,952,600

Development land and buildings, includes attributable interest, which amounts to £793,704 (1998, £117,784).

**6. CREDITORS: amounts falling due within one year**

	1999 £	1998 £
Bank loans	4,774,821	-
Other loans (secured)	2,500,000	-
Trade creditors	35,920	15,466
Hire purchase	4,510	3,905
Other creditors	35,440	7,111
Other taxes and social security	4,613	54,418
Accruals	173,288	9,000
	<b>7,528,592</b>	<b>89,900</b>



**RIDGEFORD PROPERTIES LIMITED**  
**NOTES TO THE ACCOUNTS**  
**YEAR ENDED 31 MARCH 1999**

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**7. CREDITORS: amounts falling due after one year**

	1999	1998
	£	£
Amounts owed to parent company	99,900	99,900
Other loans (secured)	5,968,019	5,163,636
Hire purchase	3,344	7,853
	<u>6,071,263</u>	<u>5,271,389</u>

**8. CALLED UP SHARE CAPITAL**

Authorised		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>