

**DECKPOST LIMITED (FORMERLY BUSINESS ENVIRONMENT CITYPOINT
LIMITED)**

**ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED
31 DECEMBER 2005**



INDEPENDENT AUDITORS' REPORT TO DECKPOST LIMITED (FORMERLY BUSINESS ENVIRONMENT CITYPOINT LIMITED)

Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of Deckpost Limited (formerly Business Environment Citypoint Limited) for the period ended 31 December 2005 set out on pages 2 to 4, together with the financial statements of the company for the period ended 31 December 2005 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with s.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 and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF AUDIT OPINION

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, 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 financial statements.

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 4 are properly prepared in accordance with those provisions.



haysmacintyre
Chartered Accountants
Registered Auditors

Fairfax House
15 Fulwood Place
London
WC1V 6AY

Date: 13 November 2006

DECKPOST LIMITED (FORMERLY BUSINESS ENVIRONMENT CITYPOINT LIMITED)**ABBREVIATED BALANCE SHEET**
As at 31 December 2005

		31 December 2005		31 July 2004	
	Note	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	2		9,802,655		10,195,202
CURRENT ASSETS					
Debtors		78,789		69,136	
Cash in hand		498		-	
		<u>79,287</u>		<u>69,136</u>	
CREDITORS: amounts falling due within one year		<u>(1,364,774)</u>		<u>(860,668)</u>	
NET CURRENT LIABILITIES			<u>(1,285,487)</u>		<u>(791,532)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			8,517,168		9,403,670
CREDITORS: amounts falling due after more than one year	3		<u>(5,214,955)</u>		<u>(5,409,794)</u>
NET ASSETS			<u>£ 3,302,213</u>		<u>£ 3,993,876</u>
CAPITAL AND RESERVES					
Called up share capital	4		192,470		192,470
Share premium account			964,998		964,998
Revaluation reserve			2,299,759		3,014,837
Profit and loss account			<u>(155,014)</u>		<u>(178,429)</u>
SHAREHOLDERS' FUNDS			<u>£ 3,302,213</u>		<u>£ 3,993,876</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 13 November 2006 and signed on its behalf.



S M Rusk
Director

The notes on pages 3 to 4 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS

For the period ended 31 December 2005

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention as modified by the revaluation of long leasehold property and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover represents the total invoice value, excluding Value Added Tax, of goods sold and services rendered during the period.

1.4 Tangible fixed assets and depreciation

All fixed assets are initially recorded at cost. Land and buildings are subsequently revalued as at the balance sheet date with the revaluation surplus being taken to the revaluation reserve. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

L/Term Leasehold Property	-	0%
Plant & machinery	-	12.5-15.0% straight line
Fixtures & fittings	-	12.5% straight line
Office equipment	-	15% straight line

No depreciation is provided in respect of land and buildings as the property's estimated useful life is in excess of 50 years and its estimated residual value is not less than the carrying value. Leasehold property is revalued annually by the directors having taken appropriate professional advice.

1.5 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for timing differences arising on revaluations of fixed assets which are not intended to be sold and gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

1.6 Capitalised interest

Interest on loans taken out to purchase properties which relates to the period from date of acquisition to the date when the properties are available for use as business centres is capitalised.

1.7 Cost of land and buildings

Cost of land and buildings includes directly attributable and separately identifiable incremental costs of holding the assets whilst they are being converted into business centres. Capitalisation of these costs ceases as soon as the property becomes available for use as business centres.

NOTES TO THE ABBREVIATED ACCOUNTS

For the period ended 31 December 2005

2. TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 1 August 2004	10,240,596
Additions	374,697
Revaluation surplus/(deficit)	(715,078)
	<u>9,900,215</u>
At 31 December 2005	
Depreciation	
At 1 August 2004	45,394
Charge for the period	52,166
	<u>97,560</u>
At 31 December 2005	
Net book value	
At 31 December 2005	<u>£ 9,802,655</u>
At 31 July 2004	<u>£10,195,202</u>

3. CREDITORS

Bank loans totalling £5,214,955 (2004: £5,409,794) are secured.

4. SHARE CAPITAL

	31 December 2005 £	31 July 2004 £
Authorised		
200,000 Ordinary shares of £1 each	<u>£ 200,000</u>	<u>£ 200,000</u>
Allotted, called up and fully paid		
192,470 Ordinary shares of £1 each	<u>£ 192,470</u>	<u>£ 192,470</u>

5. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

At the balance sheet date, the ultimate controlling undertaking is considered to be BEG Limited (formerly Business Environment Group Limited). Subsequent to a group reorganisation, explained more fully in the accounts of BEG Limited, the ultimate parent undertaking is now considered to be BE Consultants Limited.