

3512141

# **Beech Finance Limited**

## **Report and Financial Statements**

31 December 2003



**Beech Finance Limited**

---

Registered No: 03512141

**Director**

G M W Roe

**Secretary**

J D Neville

**Auditors**

Ernst & Young LLP  
Wessex House  
19 Threefield Lane  
Southampton  
SO14 3QB

**Registered office**

2nd Floor  
Crosskeys House  
14 Haslett Avenue  
Crawley  
West Sussex  
RH10 1XS

## Director's report

The director presents his report and financial statements for the year ended 31 December 2003.

### Results and dividends

The profit for the year, after taxation, amounted to £724. The director does not recommend the payment of any dividends.

### Principal activities and review of the business

The principal activity of the company during the year was that of providing finance for the purchase of timeshare weeks.

### Director

The director who served the company during the year was as follows:

G M W Roe

There are no director's interests requiring disclosure under the Companies Act 1985.

Interests of the directors who are directors of the ultimate parent, the Dutch company Beleggingsmaatschappij Jelebo BV, are shown in the financial statements.

### Auditors

A resolution to reappoint Ernst & Young LLP as auditors will be put to the members at the Annual General Meeting.

Signed by



G M W Roe  
Director  
2004

20/12/

## **Statement of director's responsibilities in respect of the financial statements**

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume 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 him to ensure that the financial statements 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 and other irregularities.

## **Independent auditors' report**

**to the members of Beech Finance Limited**

We have audited the company's financial statements for the year ended 31 December 2003 which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Balance Sheet and the related notes 1 to 10. These financial statements have been prepared on the basis of the accounting policies set out therein.

This report is made solely to the company's members, 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 members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of director and auditors**

As described in the Statement of Director's Responsibilities the company's director is responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards.

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 Director's 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 director's remuneration and transactions with the company is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **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 director 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.

## Independent auditors' report

to the members of Beech Finance Limited (continued)

### Opinion

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

*Ernst & Young LLP*

Ernst & Young LLP  
Registered Auditor  
Southampton

20/12/2004

## Profit and loss account

for the year ended 31 December 2003

	Notes	2003 £	2002 £
Turnover	2	10,709	12,820
Administrative expenses		5,901	4,074
<b>Profit on ordinary activities before taxation</b>	3	<u>4,808</u>	<u>8,746</u>
Tax on profit on ordinary activities	5	4,084	1,353
<b>Profit retained for the financial year</b>		<u>724</u>	<u>7,393</u>

## Statement of total recognised gains and losses

There are no recognised gains or losses other than the profit of £724 attributable to the shareholders for the year ended 31 December 2003 (2002 - profit of £7,393).

## Balance sheet

at 31 December 2003

	Notes	2003 £	2002 £
<b>Current assets</b>			
Debtors	6	95,708	126,939
<b>Creditors: amounts falling due within one year</b>	7	70,611	102,566
<b>Net current assets</b>		<u>25,097</u>	<u>24,373</u>
<b>Total assets less current liabilities</b>		<u>25,097</u>	<u>24,373</u>
<b>Capital and reserves</b>			
Called up share capital	8	2	2
Profit and loss account	9	25,095	24,371
<b>Equity shareholders' funds</b>	9	<u>25,097</u>	<u>24,373</u>



G M W Roe  
Director

20/12/ 2004



## Notes to the financial statements

at 31 December 2003

### 1. Accounting policies

#### **Basis of preparation**

The financial statements are prepared under the historical cost convention.

The financial statements are prepared in accordance with applicable accounting standards.

#### **Cash flow statement**

The company taken advantage of the concession in FRS 1 "Cash Flow Statements" which exempts a company from the requirement to prepare a statement of cash flows on the grounds that the company is small as defined in companies legislation.

#### **Related parties transactions**

The company is a wholly owned subsidiary of Ses Fontanellas (Brantridge) Limited, the consolidated accounts of which are publicly available. Accordingly, the company has taken advantage of the exemption in FRS 8 from disclosing transactions with members or investees of the Brantridge group.

### 2. Turnover

Turnover is generated in the United Kingdom and relates to interest and insurance commissions received on loans provided for the purchase of timeshare weeks.

An analysis of turnover by activity is given below:

	2002 £	2001 £
Interest on loans	10,625	12,756
Insurance commissions received	84	64
	<u>10,709</u>	<u>12,820</u>

### 3. Operating profit

This is stated after charging:

	2003 £	2002 £
Auditors' remuneration - audit services	2,425	—
- non-audit services	—	—
	<u>—</u>	<u>—</u>

Auditors remuneration has previously been borne by the immediate parent undertaking, Ses Fontanellas (Brantridge) Limited.

### 4. Administrative expenses

Directors' emoluments have been borne by the parent company, Beleggingsmaatschappij Jelebo BV. The directors services to the company do not occupy a significant amount of their time. As such the directors do not consider that they have received any remuneration for their incidental services to the company for the years ended 31 December 2002 and 31 December 2003.

Administrative expenses include fees paid for the administration of the business. These include a percentage of collections and a loan set up fee.

## Notes to the financial statements

at 31 December 2003

### 5. Taxation on ordinary activities

(a) Tax on profit on ordinary activities

The tax charge is made up as follows:

	2003 £	2002 £
<i>Current tax:</i>		
Corporation tax	—	—
Tax under provided in previous years	4,084	1,353
Total current tax (note 5(b))	<u>4,084</u>	<u>1,353</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 19% (2002 - 20%). The differences are reconciled below:

	2003 £	2002 £
Profit on ordinary activities before taxation	<u>4,808</u>	<u>8,746</u>
Profit on ordinary activities by standard rate of corporation tax for the UK	914	1,749
Expenses not deductible for tax purposes	—	213
Tax under provided in previous years	4,084	1,353
Group relief not paid for	(914)	(1,962)
Total current tax (note 5(a))	<u>4,084</u>	<u>1,353</u>

### 6. Debtors

	2003 £	2002 £
Loan debtors	<u>95,708</u>	<u>126,939</u>

The loan debtors represent net balances due in respect of amounts advanced for the purchase of timeshare weeks. The loans are interest bearing and are all due for repayment at least after one year (2002: 97,263).

### 7. Creditors: amounts falling due within one year

	2003 £	2002 £
Loan due to group undertaking	63,159	97,036
Amounts owed to group undertakings	7,452	5,530
	<u>70,611</u>	<u>102,566</u>

The loan creditor is unsecured and interest free and has no fixed date for repayment.

# Notes to the financial statements

at 31 December 2003

## 8. Share capital

		<i>Authorised</i>	
		<i>2003</i>	<i>2002</i>
		<i>£</i>	<i>£</i>
Ordinary shares of £1 each		<u>2,000</u>	<u>2,000</u>
		<i>Allotted, called up and fully paid</i>	
		<i>2003</i>	<i>2002</i>
	<i>No.</i>	<i>£</i>	<i>No.</i>
			<i>£</i>
Ordinary shares of £1 each	2	2	2

## 9. Reconciliation of shareholders' funds and movement on reserves

	<i>Share capital</i>	<i>Profit and loss account</i>	<i>Total share- holders' funds</i>
	<i>£</i>	<i>£</i>	<i>£</i>
At 1 January 2002	2	16,978	16,980
Profit for the year	—	7,393	7,393
At 31 December 2002	<u>2</u>	<u>24,371</u>	<u>24,373</u>
Profit for the year	—	724	724
At 31 December 2003	<u>2</u>	<u>25,095</u>	<u>25,097</u>

## 10. Ultimate parent company

The immediate parent undertaking is Ses Fontanellas (Brantridge) Limited, a company registered in the United Kingdom. The results of the company are consolidated in to the accounts of Ses Fontanellas (Brantridge) Limited. Copies are available from:

Brantridge Park  
Brantridge Lane  
Balcombe  
Haywards Heath  
West Sussex  
RH17 6JT

The ultimate parent undertaking is Beleggingsmaatschappij Jelebo BV, a company registered in Holland.