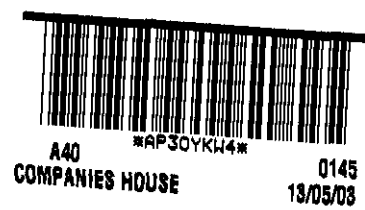


**KINMOUNT LEISURE LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2001**



**KINMOUNT LEISURE LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2001**

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**The following page does not form part of the financial statements**

Detailed profit and loss account

7

**KINMOUNT LEISURE LIMITED**

**COMPANY INFORMATION**

<b>The board of directors</b>	Mr A Meyers Mr W Gelpke
<b>Company secretary</b>	Mr Wenzel Gelpke
<b>Date of incorporation</b>	23 December 1998
<b>Registered office</b>	7-12 Tavistock Square London WC1H 9BQ

**KINMOUNT LEISURE LIMITED**

**THE DIRECTORS' REPORT**

**YEAR ENDED 31 DECEMBER 2001**

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2001.

**PRINCIPAL ACTIVITIES**

The principal activity of the company during the year was that of lettings of holiday cottages.

**DIRECTORS**

The directors who served the company during the year were as follows:

Mr A Meyers

Mr W Gelpke

The company is a wholly owned subsidiary and the interests of the group directors are disclosed in the financial statements of the parent company.

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:  
7-12 Tavistock Square  
London  
WC1H 9BQ

Signed by order of the directors



MR WENZEL GELPKE  
Company Secretary

Approved by the board on 25 April 2003

**KINMOUNT LEISURE LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2001**

	Note	2001 £	2000 £
<b>TURNOVER</b>		246,877	254,765
Administrative expenses		(358,022)	(338,320)
<b>OPERATING LOSS</b>	2	(111,145)	(83,555)
Interest receivable		138	1,795
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(111,007)	(81,760)
<b>LOSS FOR THE FINANCIAL YEAR</b>		(111,007)	(81,760)
Balance brought forward		(133,137)	(51,377)
Balance carried forward		(244,144)	(133,137)

The notes on pages 5 to 6 form part of these financial statements.

KINMOUNT LEISURE LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2001

	Note	2001 £	2000 £
<b>FIXED ASSETS</b>			
Tangible assets	3	1,325,943	1,347,217
<b>CURRENT ASSETS</b>			
Debtors	4	1,586	2,170
Cash at bank and in hand		36,527	21,387
		<u>38,113</u>	<u>23,557</u>
<b>CREDITORS: Amounts falling due within one year</b>	5	<u>(51,387)</u>	<u>(47,907)</u>
<b>NET CURRENT LIABILITIES</b>		<u>(13,274)</u>	<u>(24,350)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,312,669	1,322,867
<b>CREDITORS: Amounts falling due after more than one year</b>	6	<u>(1,555,813)</u>	<u>(1,455,004)</u>
		<u>(243,144)</u>	<u>(132,137)</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	8	1,000	1,000
Profit and Loss Account		<u>(244,144)</u>	<u>(133,137)</u>
<b>DEFICIENCY</b>		<u>(243,144)</u>	<u>(132,137)</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 25 April 2003 and are signed on their behalf by:



MR A MEYERS

The notes on pages 5 to 6 form part of these financial statements.

**KINMOUNT LEISURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2001**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

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

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- 10% on straight line basis
Furniture and equipment	- 10% on straight line basis
Leasehold improvement	- 10% on straight line basis

**2. OPERATING LOSS**

Operating loss is stated after charging:

	2001 £	2000 £
Directors' emoluments	30,000	22,500
Depreciation	<u>213,069</u>	<u>163,889</u>

**3. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Furniture and equipment £	Leasehold improvement £	Total £
<b>COST</b>				
At 1 January 2001	253,567	534,177	851,150	1,638,894
Additions	3,179	53,634	134,982	191,795
<b>At 31 December 2001</b>	<u>256,746</u>	<u>587,811</u>	<u>986,132</u>	<u>1,830,689</u>
<b>DEPRECIATION</b>				
At 1 January 2001	44,865	93,304	153,508	291,677
Charge for the year	25,675	58,781	128,613	213,069
<b>At 31 December 2001</b>	<u>70,540</u>	<u>152,085</u>	<u>282,121</u>	<u>504,746</u>
<b>NET BOOK VALUE</b>				
<b>At 31 December 2001</b>	<u>186,206</u>	<u>435,726</u>	<u>704,011</u>	<u>1,325,943</u>
At 31 December 2000	<u>208,702</u>	<u>440,873</u>	<u>697,642</u>	<u>1,347,217</u>

**4. DEBTORS**

	2001 £	2000 £
Other debtors	<u>1,586</u>	<u>2,170</u>

**KINMOUNT LEISURE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2001**

**5. CREDITORS: Amounts falling due within one year**

	2001	2000
	£	£
Bank loans and overdrafts	7,570	—
Trade creditors	4,766	21,021
Other taxation and social security	9,808	13,023
Other creditors	29,243	13,863
	<u>51,387</u>	<u>47,907</u>

**6. CREDITORS: Amounts falling due after more than one year**

	2001	2000
	£	£
Amounts owed to group undertakings	1,355,813	1,255,004
Other creditors	200,000	200,000
	<u>1,555,813</u>	<u>1,455,004</u>

**7. RELATED PARTY TRANSACTIONS**

Ultimate control of the company is unknown

**8. SHARE CAPITAL**

**Authorised share capital:**

	2001	2000
	£	£
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

**Allotted, called up and fully paid:**

	2001		2000
	No	£	No
			£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

**9. ULTIMATE PARENT COMPANY**

The company is wholly-owned subsidiary of Kinmount Estate Limited, a company incorporated in the British Virgin Islands.