

Abbreviated Accounts

for the year ended 30 September 2004

for

MARGAM INVESTMENT PROPERTIES LIMITED



MARGAM INVESTMENT PROPERTIES LIMITED

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for the year ended 30 September 2004**

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MARGAM INVESTMENT PROPERTIES LIMITED

Company Information
for the year ended 30 September 2004

DIRECTORS: A E Griffiths
I D Jones
P E Bailey

SECRETARY: A E Griffiths

REGISTERED OFFICE: The Gatehouse
Melrose Hall
Cyprus Drive
St Mellons
CF3 0EG

REGISTERED NUMBER: 04295578 (England and Wales)

AUDITORS: KTS OWENS THOMAS LIMITED
Chartered Accountants and Registered Auditor
The Counting House
Celtic Gateway
Cardiff
CF11 0SN

We have examined the abbreviated accounts on pages three to five, together with the full financial statements of the company for the year ended 30 September 2004 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 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 full 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 three to five are properly prepared in accordance with those provisions.

KTS Owens Thomas Limited

KTS OWENS THOMAS LIMITED
Chartered Accountants and Registered Auditor
The Counting House
Celtic Gateway
Cardiff
CF11 0SN

Date: *1st May 2005*

MARGAM INVESTMENT PROPERTIES LIMITED

Abbreviated Balance Sheet

30 September 2004

	Notes	2004 £	2003 £
FIXED ASSETS			
Tangible assets	2	1,172,000	650,000
CURRENT ASSETS			
Stocks		198,727	-
Debtors		17,247	34,973
Cash at bank		-	3,452
		215,974	38,425
CREDITORS			
Amounts falling due within one year	3	(82,803)	(46,311)
NET CURRENT ASSETS/(LIABILITIES)			
		133,171	(7,886)
TOTAL ASSETS LESS CURRENT LIABILITIES			
		1,305,171	642,114
CREDITORS			
Amounts falling due after more than one year	3	(520,502)	(432,035)
		784,669	210,079
CAPITAL AND RESERVES			
Called up share capital	4	2	2
Revaluation reserve		784,025	211,527
Profit and loss account		642	(1,450)
SHAREHOLDERS' FUNDS			
		784,669	210,079

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

ON BEHALF OF THE BOARD:

A E Griffiths - Director

Approved by the Board on

The notes form part of these abbreviated accounts

**Notes to the Abbreviated Accounts
for the year ended 30 September 2004**

I. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

Investment Properties

In accordance with SSAP 19, investment properties are revalued annually and the aggregate surplus or deficit is transferred to the revaluation reserve. No depreciation is provided in respect of investment properties.

The Companies Act 1985 requires all properties to be depreciated. However, this requirement conflicts with the generally accepted accounting principle set out in SSAP 19. The directors consider that, because these properties are not held for consumption, but for their investment potential, to depreciate them would not give a true and fair view and that it is necessary to adopt SSAP 19 in order to give a true and fair view.

If this departure from the Act had not been made, the profit for the financial year would have been reduced by depreciation. However, the amount of depreciation cannot reasonably be quantified, because depreciation is only one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

MARGAM INVESTMENT PROPERTIES LIMITED

Notes to the Abbreviated Accounts - continued for the year ended 30 September 2004

2. TANGIBLE FIXED ASSETS

	Total £
COST OR VALUATION	
At 1 October 2003	650,000
Disposals	(64,600)
Revaluations	586,600
	<u>1,172,000</u>
At 30 September 2004	<u>1,172,000</u>
NET BOOK VALUE	
At 30 September 2004	<u>1,172,000</u>
At 30 September 2003	<u>650,000</u>

3. CREDITORS

The following secured debts are included within creditors:

	2004 £	2003 £
Bank loans	<u>542,502</u>	<u>454,035</u>

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2004 £	2003 £
100	Ordinary	£1	<u>100</u>	<u>100</u>
Allotted and issued:				
Number:	Class:	Nominal value:	2004 £	2003 £
2	Ordinary	£1	<u>2</u>	<u>2</u>