

FIRST CONVEYANCING LIMITED

**Report and Accounts for the period from 8 November 2001
to 30 April 2003**

**Registered in England
Company Number 4319667**



FIRST CONVEYANCING LIMITED

Report and Accounts for the period ended 30 April 2003

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FIRST CONVEYANCING LIMITED

Directors' Report for the period ended 30 April 2003

Principal Activity

The Company commenced trading on 28 January 2002 as an intermediary business services provider.

Review of the business

The Company has no assets or resources other than cash retained from trading activities. The Company relies on its parent company to provide its operating infrastructure and the employees who operate the business services that the Company sells.

Share Capital

On 8 November 2001 a single subscriber share was issued for cash at the £1 per share nominal value.

Directors and Shareholdings

The initial director on formation of the Company on 8 November 2001 was HSE Directors Limited, who resigned as a director on 9 January 2002. HSE Directors Limited owned the single issued share from 8 November 2001 to 9 January 2002.

J.H.G. Heller, J.D. Meltham and L. Dammone were appointed as directors on 9 January 2002. Since being appointed, none of them has had any interest in the share capital of the company, to the date of this report.

L. Dammone resigned as a director on 25 February 2002.

Events since 30 April 2003

Activity levels since 30 April 2003 have been encouraging.

Dividends

No dividend has been paid during the period to 30 April 2003, nor is one proposed.

FIRST CONVEYANCING LIMITED

Directors' Report for the period ended 30 April 2003 (continued)

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Company and of the profit or loss for that year. In preparing those financial statements the directors are required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

By order of the Board



J D Meltham
Secretary
25 August 2003

FIRST CONVEYANCING LIMITED

Profit and Loss Account for the period ended 30 April 2003

<u>£'s</u>	<u>Note</u>	<u>Period ended</u> <u>30 April 2003</u>
Turnover		98,210
Cost of sales		<u>(86,956)</u>
Gross profit		11,254
Administrative expenses		<u>(23)</u>
Profit on ordinary activities before taxation	2	11,231
Taxation	3	<u>(1,319)</u>
Profit for the financial period		<u>£9,912</u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES:

Profit for the financial period	<u>9,912</u>
Balance carried forward at 30 April 2003	<u>£9,912</u>

Note: There have been no discontinued operations in the period.

FIRST CONVEYANCING LIMITED

Balance Sheet as at 30 April 2003

£'s

30 April 2003

Note

Current assets

Cash at bank and in hand

12,404

Creditors: Amounts falling due
within one year

8

2,491

Net current assets and
Total assets less current liabilities

£9,913

Represented by:

Share Capital

9

1

Profit and Loss Account

10

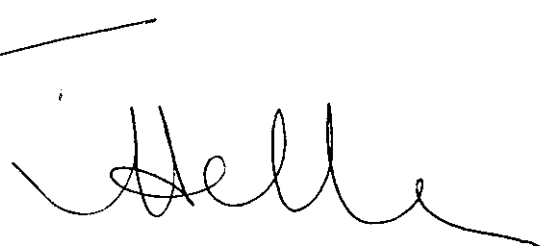
9,912

£ 9,913

Approved on behalf of the Board

J H G Heller

25 August 2003



FIRST CONVEYANCING LIMITED

Statement of cash flows for the year ended 30 April 2003

<u>£'s</u>	<u>Period ended 30 April 2003</u>
Operating profit	11,231
Increase in creditors	<u>1,172</u>
Net cash inflow from operating activities	12,403
Issue of ordinary share	<u>1</u>
(Decrease) / increase in net liquid funds	<u>£12,404</u>
 Cash in hand at 8 November 2001	 nil
Cash in hand at 30 April 2003	<u>12,404</u>
Movement in net debt	<u>£12,404</u>

FIRST CONVEYANCING LIMITED

Notes to the Accounts

1. Accounting policies

The accounts have been prepared under the historical cost accounting convention and in accordance with applicable accounting standards.

Turnover represents amounts billed for work completed in the year, and is stated exclusive of Value Added Tax.

When appropriate, provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

2. Profit on ordinary activities

The Auditors' remuneration has been borne by the parent company.

3. Taxation

	Period to 30 April 2003
UK Corporation tax at 30% on profits for the period	3,369
Less: small companies' relief	(2,050)
	<u>£1,319</u>

4. Employees and Directors

The Company has no employees, and relies on its parent company to provide the infrastructure and resources needed to operate the business.

No director received any emoluments or pension contributions during the year.

5. Creditors – amounts falling due within one year

	30 April 2003
Corporation tax	1,319
Other taxes and social security	1,172
Accruals and deferred income	0
	<u>£ 2,491</u>

The Company has a grouped banking facility with Hammond Support Systems Limited, the parent company (see note 10), which incurs interest at a daily equivalent rate of 1% above the inter bank base rate, if overdrawn.

FIRST CONVEYANCING LIMITED

Notes to the Accounts (continued)

6. Share capital

30 April 2003

£1 ordinary shares:

Authorised

100

Allotted issued and fully paid

1

On 8 November 2001, the shareholder subscribed for a single £1 ordinary share in cash, at the nominal value of £1 a share.

7. Reserves

All movements are recorded on the Statement of Total Recognised Gains and Losses.

8. Capital commitments

At 30 April 2003 there were no capital commitments in respect of either contracted and not provided for expenditure or finance leases entered into and not begun.

9. Contingent liabilities

No contingent liabilities have been identified as at 30 April 2003.

10. Related parties

From 1 March 2002 to 30 April 2003 the Company's parent company provided services to assist in the operation of its business. No charges were made in respect of this service.

The Company is a wholly owned subsidiary of Hammond Support Systems Limited, a company registered in England.

Grouped banking arrangements are referred to in note 5.

Independent Auditors Report to the Shareholders of First Conveyancing Limited.

We have audited the financial statements of First Conveyancing Limited for the period ended 30 April 2003, set out on pages 2 to 11. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom 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 Directors' 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 directors' remuneration and transactions with the company is not disclosed.

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

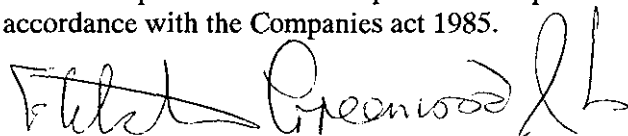
Basis of audit opinion

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 directors 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 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 the information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th April 2003 and of its profit for the period then ended and have been properly prepared in accordance with the Companies act 1985.



Fletcher Greenwood & Co
Chartered Accountants and Registered Auditors
11 Broad Street
Manor Row
Bradford
BD1 4QT

25 August 2003