

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007
FOR
PORT GLASGOW PROPERTY INVESTMENTS
LIMITED
4430043**

TUESDAY



AZBX5W6O

A38

08/01/2008

477

COMPANIES HOUSE

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 March 2007**

	Page
Company Information	1
Report of the Directors	2
Independent Auditors' Report	4
Profit and Loss Account	5
Balance Sheet	6
Notes to the Financial Statements	7

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**COMPANY INFORMATION
for the year ended 31 March 2007**

DIRECTORS: A C Gallagher
G H Gosling

SECRETARY: S A Burnett

REGISTERED OFFICE: 15 Hockley Court
Stratford Road
Hockley Heath
Solihull
West Midlands
B94 6NW

REGISTERED NUMBER: 4430043 (England and Wales)

AUDITORS: PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
Birmingham

PORT GLASGOW PROPERTY INVESTMENTS LIMITED

REPORT OF THE DIRECTORS for the year ended 31 March 2007

The directors present their report with the audited financial statements of the company for the year ended 31 March 2007

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of holding investments

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements

Both the results for the year, and the year end financial position were satisfactory

DIVIDENDS

No dividends were paid in the year ended 31 March 2007 (period ended 31 March 2006 £nil)

DIRECTORS

The directors during the year under review were

A C Gallagher
G H Gosling

The directors holding office at 31 March 2007 did not hold any direct beneficial interest in the issued share capital of the company at 1 April 2006 or 31 March 2007

The interests of the directors in the share capital of the parent company are shown in the financial statements of that company

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- 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 to 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.

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**REPORT OF THE DIRECTORS
for the year ended 31 March 2007**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, PricewaterhouseCoopers LLP, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'G H Gosling', written in a cursive style.

G H Gosling - Director
29 November 2007

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PORT GLASGOW PROPERTY INVESTMENTS LIMITED

We have audited the financial statements of Port Glasgow Property Investments Limited for the year ended 31 March 2007 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions 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

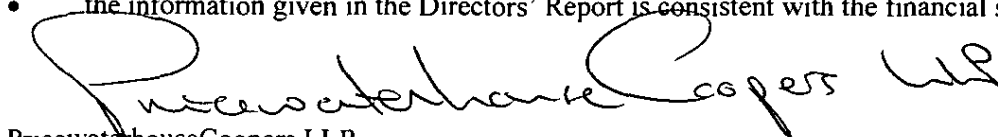
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments 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 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.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2007 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements.



PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
Birmingham
5 December 2007

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2007**

	Notes	Year Ended 31 3 07 £	Period 1 8 05 to 31 3 06 £
TURNOVER		-	-
Administrative (expenses)/credit		<u>(375)</u>	<u>1,152</u>
OPERATING (LOSS)/PROFIT	3	(375)	1,152
Interest receivable and similar income		<u>30,594</u>	<u>10,470</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		30,219	11,622
Tax on profit on ordinary activities	4	<u>(9,066)</u>	<u>(3,487)</u>
PROFIT FOR THE FINANCIAL YEAR/ PERIOD AFTER TAXATION	9	<u>21,153</u>	<u>8,135</u>

DISCONTINUED OPERATIONS

The company's principal activities contributing all of the operating profit were discontinued during the period ended 31 July 2005

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous period

NOTE OF HISTORICAL COST PROFITS AND LOSSES

There is no difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**BALANCE SHEET
31 March 2007**

	Notes	31 3 07 £	31.3 06 £
FIXED ASSETS			
Investments	5	2	2
CURRENT ASSETS			
Debtors	6	1,197,082	290,642
Cash at bank		<u>5,705</u>	<u>905,042</u>
		1,202,787	1,195,684
CREDITORS			
Amounts falling due within one year	7	<u>(1,172,350)</u>	<u>(1,186,400)</u>
NET CURRENT ASSETS		<u>30,437</u>	<u>9,284</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>30,439</u>	<u>9,286</u>
CAPITAL AND RESERVES			
Called up share capital	8	10	10
Share premium	9	992	992
Profit and loss account	9	<u>29,437</u>	<u>8,284</u>
SHAREHOLDERS' FUNDS	11	<u>30,439</u>	<u>9,286</u>

The financial statements were approved by the Board of Directors on 29 November 2007 and were signed on its behalf by



G H Gosling - Director

PORT GLASGOW PROPERTY INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2007

1 ACCOUNTING POLICIES

Accounting convention

These accounts are prepared on the going concern basis, under the historical cost convention and in accordance with the Companies Act 1985 and applicable accounting standards in the United Kingdom. The principal accounting policies are set out below.

The company is exempt from the requirement to prepare consolidated accounts, as the company and its subsidiary qualify as a medium sized group.

Cash flow exemption

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Deferred tax

Full provision is made on a non-discounted basis for deferred tax assets and liabilities arising due to timing differences between the recognition of gains and losses in the financial statements and their recognition in the tax computation at the current rate of tax. Deferred tax assets are only recognised when it is considered more likely than not that they will be realised.

2 STAFF COSTS

There were no staff costs for the year ended 31 March 2007 nor for the period ended 31 March 2006.

The average monthly number of employees during the year/period was as follows:

	Year Ended 31 3 07	Period 1 8 05 to 31 3 06
Directors	<u>2</u>	<u>2</u>

3 OPERATING (LOSS)/PROFIT

The operating loss (2006 - operating profit) is stated after charging:

	Year Ended 31 3 07 £	Period 1 8 05 to 31 3 06 £
Auditors' remuneration	<u>350</u>	<u>-</u>
Directors' emoluments	<u>-</u>	<u>-</u>

The Auditors' remuneration was previously borne by another group company.

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2007**

4 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year/period was as follows

	Year Ended 31 3 07 £	Period 1 8 05 to 31 3 06 £
Current tax		
Group relief at 30%	<u>9,066</u>	<u>3,487</u>
Tax on profit on ordinary activities	<u>9,066</u>	<u>3,487</u>

5 FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 April 2006 and 31 March 2007	<u>2</u>
NET BOOK VALUE	
At 31 March 2007	<u>2</u>
At 31 March 2006	<u>2</u>

The investment represents all of the ordinary shares in Ashflame Port Glasgow Limited, a property investment company, incorporated in England and Wales

**6 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE
YEAR**

	31 3 07 £	31 3 06 £
Amounts owed by group undertakings	<u>1,197,082</u>	<u>290,642</u>

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 3 07 £	31 3 06 £
Trade creditors	1,172,000	1,172,000
Other creditors	350	1,100
Accruals and deferred income	-	13,300
	<u>1,172,350</u>	<u>1,186,400</u>

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2007**

8 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value £1	31 3 07 £ <u>1,000</u>	31 3 06 £ <u>1,000</u>
1,000	Ordinary			

Allotted, issued and fully paid Number	Class	Nominal value £1	31 3 07 £ <u>10</u>	31 3 06 £ <u>10</u>
10	Ordinary			

9 RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1 April 2006	8,284	992	9,276
Profit for the year	<u>21,153</u>	-	<u>21,153</u>
At 31 March 2007	<u>29,437</u>	<u>992</u>	<u>30,429</u>

10 RELATED PARTY DISCLOSURES

At 31 March 2007, Port Glasgow Property Investments Limited was owed £1,197,082 (2006 £290,642) by Ashflame Investments Limited. This loan was interest free.

There are no other related party disclosures to be made concerning the year ended 31 March 2007 (period ended 31 March 2006 none).

11 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 3 07 £ <u>21,153</u>	31 3 06 £ <u>8,135</u>
Profit for the financial year/period		
Net addition to shareholders' funds	21,153	8,135
Opening shareholders' funds	<u>9,286</u>	<u>1,151</u>
Closing shareholders' funds	<u>30,439</u>	<u>9,286</u>

**PORT GLASGOW PROPERTY INVESTMENTS
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2007**

12 CONTROLLING PARTY

Port Glasgow Property Investments Limited is controlled by Ashflame Property Investments Limited (incorporated in England and Wales). Ashflame Property Investments Limited is controlled by Ashflame Investments Limited (incorporated in England and Wales), its ultimate parent undertaking.

The ultimate controlling party of the company is Mr A C Gallagher by virtue of his ownership of the majority of the issued share capital of Ashflame Investments Limited.