

REPORT AND ACCOUNTS

Sykes Cottages Limited

PERIOD 25 JUNE 2002 TO 30 SEPTEMBER 2003

COMPANY REGISTRATION NUMBER 4469189



SYKES COTTAGES LIMITED
DIRECTORS' REPORT

The directors present their report and the financial statements for the period ended 30 September 2003. The company was incorporated on 25 June 2002 and commenced trading on 1 October 2002.

RESULTS AND DIVIDENDS

The trading profit for the period, after taxation, amounted to £95,339. The directors do not recommend payment of a final ordinary dividend.

REVIEW OF THE BUSINESS

The principal activity of the company during the year was the provision of holiday cottage agency services.

FIXED ASSETS

The changes in fixed assets in the year are summarised in the notes to the accounts.

DIRECTORS' RESPONSIBILITIES

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

- select suitable accounting policies and apply them consistently.
- make judgements and estimates that are reasonable and prudent.
- prepare the accounts on a 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 accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and must hence take reasonable steps for the prevention of fraud and other irregularities.

DIRECTORS AND THEIR INTERESTS

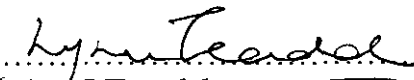
The directors of the company during the year and their interests in the share capital of the company as recorded in the register of directors' interests were as follows:

Ordinary shares of £1 each
at 2003

Mr C P Sykes	50
Ms L J Teasdale	50

EXEMPTIONS

In preparing this report the directors have taken advantage of the special exemptions conferred by Part II of Schedule 8 to the Act available to small companies.


.....
Ms L J Teasdale
Secretary

18/4/04
.....
Date

SYKES COTTAGES LIMITED
PROFIT AND LOSS ACCOUNT
for the period ended 30 September 2003

	Notes	2003 £
TURNOVER	2	362285
Cost of sales		<u>44269</u>
GROSS PROFIT		318016
Other income		15896
Administrative expenses		<u>239708</u>
OPERATING PROFIT	3	94204
Interest received		<u>1135</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		95339
Tax on profit on ordinary activities	4	<u>22974</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		72365
Dividends declared		<u>0</u>
RETAINED PROFIT/DEFICIT FOR YEAR		72365
Profit/deficit brought forward		<u>0</u>
RETAINED PROFIT/DEFICIT CARRIED FORWARD		<u><u>72365</u></u>

All income arises from continuing activities. There were no recognised gains or losses for the period ended 30 September 2003 other than as shown by the above profit and loss account.

SYKES COTTAGES LIMITED
NOTES TO THE ACCOUNTS
for the period ended 30 September 2003

1 **ACCOUNTING POLICIES**

Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Goodwill

Goodwill is the difference between the amount paid on the acquisition of a business and the aggregate fair value of its separate net assets. It is being written off as deemed appropriate over its estimated economic life.

Depreciation

Depreciation is to be provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows

Fixtures & fittings 25% per annum on cost

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historic cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss account.

Deferred taxation

Deferred taxation is provided by the liability method on all timing differences which are expected to reverse in the future, calculated at the rate at which it is estimated that tax will be payable.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

2 **TURNOVER**

Turnover represents amounts invoiced to third parties, net of value added tax.

3 **OPERATING PROFIT**

This is stated net after charging:

	2003
	£
Depreciation of owned fixed assets	924
Directors' remuneration	9240

SYKES COTTAGES LIMITED
BALANCE SHEET
at 30 September 2003

	Notes	2003 £
FIXED ASSETS		
Intangible fixed assets	6	250268
Tangible fixed assets	7	<u>6963</u>
		257231
CURRENT ASSETS		
Debtors	8	5329
Cash at bank and on hand		<u>156351</u>
		161680
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	9	<u>346446</u>
Net current assets		<u>-184766</u>
NET ASSETS		<u><u>72465</u></u>
CAPITAL AND RESERVES		
Share capital	10	100
Profit and loss account		<u>72365</u>
	11	<u><u>72465</u></u>

In the directors' opinion, for the year ended 30 September 2003, the company was entitled under Section 249A(1) of the Companies Act 1985 to exemption from audit of its accounts. No member of the company has deposited a notice under Section 249B(2) requiring an audit of these accounts.

The directors acknowledge their responsibility for:

- ensuring the company keeps accounting records which comply with Section 221 of the Act
- 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 year in accordance with Section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the company.

Approved by the Board of Directors on 19/10/04 and signed on its behalf by :

C P Sykes.....

SYKES COTTAGES LIMITED
NOTES TO THE ACCOUNTS (continued)
for the period ended 30 September 2003

4 **INTEREST RECEIVABLE**

	2003
	£
Bank interest received	1135
	<u>1135</u>

5 **TAX ON PROFIT ON ORDINARY ACTIVITIES**

	2003
	£
Corporation tax charge	22974
	<u>22974</u>

6 **INTANGIBLE FIXED ASSETS**

	<u>Goodwill</u>	<u>Total</u>
	£	£
Cost or valuation:		
At 1 October 2002	0	0
Additions	278076	278076
Disposals	0	0
At 30 September 2003	<u>278076</u>	<u>278076</u>
Amortisation		
At 1 October 2002	0	0
Provided during year	27808	27808
Disposals	0	0
At 30 September 2003	<u>27808</u>	<u>27808</u>
Net book value:		
At 30 September 2003	250268	250268

SYKES COTTAGES LIMITED
NOTES TO THE ACCOUNTS (continued)
for the period ended 30 September 2003

7 TANGIBLE FIXED ASSETS

	<u>Fixtures & fittings</u> £	<u>Total</u> £
Cost or valuation:		
At 1 October 2002	0	0
Additions	7887	7887
Disposals	0	0
At 30 September 2003	<u>7887</u>	<u>7887</u>
Depreciation:		
At 1 October 2002	0	0
Provided during year	924	924
Disposals	0	0
At 30 September 2003	<u>924</u>	<u>924</u>
Net book value:		
At 30 September 2003	6963	6963

8 DEBTORS

	2003 £
Trade debtors	5329
	<u>5329</u>

9 CREDITORS

Amounts falling due within one year

	2003 £
Trade creditors	100636
Directors' loan	215009
Accruals	2550
Corporation tax	22974
Other taxes and social security costs	5277
	<u>346446</u>

10 SHARE CAPITAL

	2003 £
Authorised ordinary shares of £1 each	100
Allotted, issued and fully paid	<u>100</u>

SYKES COTTAGES LIMITED
NOTES TO THE ACCOUNTS (continued)
for the period ended 30 September 2003

11 **RECONCILIATION OF SHAREHOLDERS' FUNDS AND**
MOVEMENTS ON RESERVES

	<u>Share</u> <u>capital</u> £	<u>Profit &</u> <u>loss account</u> £	<u>Total</u> £
At 1 October 2002	0	0	0
Profit for financial year	0	72365	72365
Dividend	0	0	0
At 30 September 2003	<u>0</u>	<u>72365</u>	<u>72365</u>