

HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MARCH 2000



Joseph Kahan Associates
Chartered Accountants
923 Finchley Road
London NW11 7PE

HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)

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FOR THE YEAR ENDED

31ST MARCH 2000

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HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)

REPORT OF THE DIRECTOR

The Director presents her Report along with the Financial Statements of the Company for the year ended 31st March 2000.

ACTIVITIES:

The principal activities of the Company are in the field of property investment.

REVIEW OF BUSINESS:

The Director is pleased with the results for the year.

RESULTS AND DIVIDENDS:

The trading profit for the year, after taxation, amounted to £10,631 (£6,496 in 1999).
The Director does not recommend the payment of a dividend.

DIRECTOR:

The Director who served the Company during the year and her interests in the shares of the Company both at the beginning and end of the year, have been as follows:-

	At end of year <u>£1 Ordinary Shares</u>	At beginning of Year <u>£1 Ordinary Shares</u>
Flora Attar	1	1

In preparing this report, the Director has taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD



FLORA ATTAR - DIRECTOR

Dated: 25th September 2000

HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)

LIST OF DIRECTOR, ADVISORS AND MAIN ADDRESSES

<u>DIRECTOR</u>	:	Flora Attar
<u>COMPANY SECRETARY</u>	:	Temple Secretaries Limited
<u>ACCOUNTANTS</u>	:	Joseph Kahan Associates Chartered Accountants 923 Finchley Road London NW11 7PE
<u>REGISTERED OFFICE</u>	:	20 North Quay Douglas Isle of Man IM99 1QZ

The company is registered in the Isle of Man No. 22749 and is also registered in England No. F12864 under the Foreign Companies Registrations and was incorporated on 13th October 1983.

HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED

31ST MARCH 2000

	<u>NOTE</u>	<u>2000</u> £	<u>1999</u> £
<u>TURNOVER</u>	1(a)	25,514	22,141
Administration costs		(12,268)	(13,799)
		<hr/>	<hr/>
<u>OPERATING PROFIT</u>		13,246	8,342
Interest receivable		43	52
		<hr/>	<hr/>
<u>NET PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		13,289	8,394
<u>TAXATION ON PROFITS ON ORDINARY ACTIVITIES</u>	2	(2,658)	(1,898)
		<hr/>	<hr/>
<u>NET PROFIT AFTER TAXATION</u>		10,631	6,496
<u>DEFICIT BROUGHT FORWARD</u>		(7,647)	(14,143)
		<hr/>	<hr/>
<u>BALANCE CARRIED FORWARD - SURPLUS/(DEFICIT)</u>		2,984	(7,647)
		<hr/>	<hr/>

There were no recognised gains or losses during the above years, other than as disclosed in the profit and loss account.

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

HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)
BALANCE SHEET AS AT 31ST MARCH 2000

	<u>NOTE</u>	<u>2000</u> £	<u>1999</u> £
<u>FIXED ASSETS</u>	3	250,252	250,252
<u>CURRENT ASSETS</u>			
Debtors	4	113,487	108,000
Balances at Bank		9,110	12,659
		<u>122,597</u>	<u>120,659</u>
<u>CURRENT LIABILITIES</u>			
Creditors: Amounts falling due within one year	5	(127,180)	(135,873)
<u>NET CURRENT (LIABILITIES)</u>		<u>(4,583)</u>	<u>(15,214)</u>
		<u>245,669</u>	<u>235,038</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			
Creditors: Amounts falling due after more than one year	6	(242,683)	(242,683)
<u>NET ASSETS / (LIABILITIES)</u>		<u>2,986</u>	<u>(7,645)</u>
<u>REPRESENTED BY:-</u>			
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	7	2	2
Profit and Loss Account - Surplus/(Deficit)		2,984	(7,647)
<u>SHAREHOLDERS' FUNDS</u>			
<u>EQUITY INTERESTS Surplus/(Deficit)</u>	8	2,986	(7,645)

The Company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31st March 2000.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

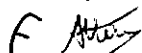
The Director acknowledges her responsibilities for:-

- a) ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- b) for preparing financial statements which give a true and fair view of the state of affairs of the Company as at 31st March 2000 and of its profit for the financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the Company.

In preparing these financial statements, the Director has taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985.

The Director has done so on the grounds that, in her opinion, the Company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

Approved by the Board on 25th September 2000 and signed on its behalf by



FLORA ATTAR - DIRECTOR

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

HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2000

1.	<u>ACCOUNTING POLICIES</u>	<u>2000</u>	<u>1999</u>
		£	£
(a)	Turnover represents the following:		
	Net rents receivable	25,514	22,141

(b) Depreciation is not provided on the investment properties as laid down in Statement of Standard Accounting Practice No 19.

(c) The company has taken advantage of exemption in Financial Reporting Standard No. 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

		<u>2000</u>	<u>1999</u>
		£	£
2.	<u>TAXATION</u>		
	UK corporation tax at small companies rate	2,658	1,898

3. FIXED ASSETS

The investment properties are stated in the Financial Statements at cost which is contrary to Statement of Standard Accounting Practice No. 19. However, the Director believes the cost of obtaining a professional valuation would not be cost effective.

In the opinion of the Director, the open market value of the properties is in excess of the cost price as shown on the Balance Sheet.

	<u>2000</u>
	£
Cost brought & carried forward	250,252

HARTWELL INVESTMENTS LIMITED (ISLE OF MAN COMPANY)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2000

	<u>2000</u>	<u>1999</u>
	£	£
4. <u>DEBTORS</u>		
Trade debtors	5,487	-
Other debtors	108,000	108,000
	<hr/>	<hr/>
	113,487	108,000
	<hr/>	<hr/>
5. <u>CREDITORS</u>		
Amounts falling due within one year:		
Corporation Tax	4,120	6,013
Trade and other Creditors	119,310	124,151
Accruals	3,750	5,709
	<hr/>	<hr/>
	127,180	135,873
	<hr/>	<hr/>
The building society loan is secured by a first charge over the investment properties.		
6. <u>CREDITORS</u>		
Amount falling due after more than one year:		
Loan account	242,683	242,683
	<hr/>	<hr/>
7. <u>SHARE CAPITAL</u>		
	Authorised	Issued and Fully Paid
	<hr/>	<hr/>
Ordinary shares of £1 each	100	2
	<hr/>	<hr/>
8. <u>MOVEMENTS ON SHAREHOLDERS FUNDS</u>		
Net Profit for the Year	10,631	6,496
Opening Shareholders Deficit	(7,645)	(14,141)
	<hr/>	<hr/>
Closing Shareholders Funds/(Deficit)	2,986	(7,645)
	<hr/>	<hr/>