

Company Registration No. SC206224 (Scotland)

PATHFINDER (CLYDE STREET) LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2004



PATHFINDER (CLYDE STREET) LIMITED

COMPANY INFORMATION

Directors	G Lee	(Appointed 6 February 2004)
	E Azouz	(Appointed 27 January 2004)
	J Azouz	(Appointed 27 January 2004)
	J G Davies	(Appointed 27 January 2004)

Secretary	E Elliot
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Company number	SC206224
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Registered office	123, St Vincent Street Glasgow Great Britain G2 5EA
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Auditors	Sedley Richard Laurence Voulters 1 Conduit Street London W1S 2XA
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PATHFINDER (CLYDE STREET) LIMITED

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PATHFINDER (CLYDE STREET) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2004

The directors present their report and financial statements for the year ended 31 December 2004.

Principal activities and review of the business

The principal activity of the company continued to be that of property development, however the company did not trade in the year.

The results for the year and the financial position at the year end were considered satisfactory by the directors.

Results and dividends

The results for the year are set out on page 5.

The directors do not recommend payment of an ordinary dividend.

Directors

The following directors have held office since 1 January 2004:

G Lee	(Appointed 6 February 2004)
E Azouz	(Appointed 27 January 2004)
J Azouz	(Appointed 27 January 2004)
J G Davies	(Appointed 27 January 2004)
M Bacchus	(Resigned 5 February 2004)
G A Heggie	(Resigned 5 February 2004)

Directors' interests

	Ordinary shares of £ 1 each	
	31 December 2004	1 January 2004
G Lee	-	-
E Azouz	-	-
J Azouz	-	-
J G Davies	-	-

The interests of the directors in the shares of the ultimate parent company, Pathfinder Properties PLC, are disclosed in the financial statements of that company.

Creditor payment policy

The company's current policy concerning the payment of trade creditors is to pay suppliers in accordance with payment terms negotiated with them. Thus, payment is normally made to those suppliers meeting the company's obligations.

On average, trade creditors at the year end represented 0 (2003- 0) days' purchases.

Auditors

The company has by elective resolution dispensed with the obligation to appoint auditors annually in accordance with section 386(1) of the Companies Act 1985. Therefore, the auditors, Sedley Richard Laurence Voulters, will be deemed to be reappointed for each succeeding financial year.

PATHFINDER (CLYDE STREET) LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 those 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;
- 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 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.

On behalf of the board



G Lee
Director
27 October 2005

PATHFINDER (CLYDE STREET) LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE SHAREHOLDERS OF PATHFINDER (CLYDE STREET) LIMITED

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Sedley Richard Laurence Voulters

27 October 2005

Chartered Accountants

Registered Auditor

1 Conduit Street
London
W1S 2XA

PATHFINDER (CLYDE STREET) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2004

	Notes	2004 £	2003 £
Loss on ordinary activities before taxation		-	-
Tax on loss on ordinary activities	2	-	166
(Loss)/profit on ordinary activities after taxation		-	166
Dividends	3	-	(166)
Retained loss for the year		-	-

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

PATHFINDER (CLYDE STREET) LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2004

	Notes	2004 £	£	2003 £	£
Current assets					
Debtors	4	2		5,671	
Creditors: amounts falling due within one year	5	-		(5,669)	
Total assets less current liabilities			2		2
Capital and reserves					
Called up share capital	6		2		2
Shareholders' funds - equity interests	7		2		2

The financial statements were approved by the Board on 27 October 2005


G Lee
Director

PATHFINDER (CLYDE STREET) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Deferred taxation

The accounting policy in respect of deferred tax is to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes.

2	Taxation	2004 £	2003 £
	Domestic current year tax		
	Adjustment for prior years	-	29
	Payment in respect of group relief	-	(195)
		<hr/>	<hr/>
	Current tax charge	-	(166)
		<hr/>	<hr/>
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	-	-
		<hr/>	<hr/>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2003: 30.00%)	-	-
	Effects of:		
	Adjustments to previous periods	-	(166)
		<hr/>	<hr/>
	Current tax charge	-	(166)
		<hr/>	<hr/>

On the basis of these financial statements no provision has been made for corporation tax.

3	Dividends	2004 £	2003 £
	Ordinary final proposed	-	166
		<hr/>	<hr/>

PATHFINDER (CLYDE STREET) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

4 Debtors	2004	2003
	£	£
Amounts owed by parent and fellow subsidiary undertakings	-	5,669
Other debtors	2	2
	<u>2</u>	<u>5,671</u>
	<u><u>2</u></u>	<u><u>5,671</u></u>
5 Creditors: amounts falling due within one year	2004	2003
	£	£
Amounts owed to parent and fellow subsidiary undertakings	-	5,474
Corporation tax	-	29
Proposed dividend	-	166
	<u>-</u>	<u>5,669</u>
	<u><u>-</u></u>	<u><u>5,669</u></u>
6 Share capital	2004	2003
	£	£
Authorised		
100 Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>
	<u><u>2</u></u>	<u><u>2</u></u>
7 Reconciliation of movements in shareholders' funds	2004	2003
	£	£
(Loss)/Profit for the financial year	-	166
Dividends	-	(166)
	<u>-</u>	<u>-</u>
Net depletion in shareholders' funds	-	-
Opening shareholders' funds	2	2
	<u>2</u>	<u>2</u>
Closing shareholders' funds	<u><u>2</u></u>	<u><u>2</u></u>
8 Employees		

There were no employees during the year apart from the directors.

PATHFINDER (CLYDE STREET) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

9 Control

The immediate parent company is Pathfinder Recovery Ventures Limited, a company registered in England and Wales, and the ultimate parent company and controlling party is Pathfinder Properties PLC, a company registered in England and Wales.

Pathfinder Properties PLC prepares group financial statements and copies can be obtained from 61 Chandos Place, London, WC2N 4HG.

10 Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company.