

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 2003
FOR
SPIC-N-SPAN PROPERTIES LIMITED



SPIC-N-SPAN PROPERTIES LIMITED

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FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

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SPIC-N-SPAN PROPERTIES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30TH SEPTEMBER 2003

DIRECTORS: D A Wheatley
Mrs A Wheatley
G F Wheatley
Mrs P Wheatley Burt

SECRETARY: Mrs A Wheatley

REGISTERED OFFICE: Suite 1, The Sanctuary
23 Oakhill Grove
Surbiton
Surrey
KT6 6DU

REGISTERED NUMBER: 936695

ACCOUNTANTS: T.H. Dowling & Co
Chartered Accountants
Suite 1, The Sanctuary
23, Oakhill Grove
SURBITON, Surrey
KT6 6DU

SPIC-N-SPAN PROPERTIES LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

The directors present their report with the financial statements of the company for the year ended 30th September 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property investment.

REVIEW OF BUSINESS

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

DIVIDENDS

The company paid two interim dividends during the year totalling £19,750. The directors recommend that no final dividend be paid.

DIRECTORS

The directors during the year under review were:

D A Wheatley
Mrs A Wheatley
G F Wheatley
Mrs P Wheatley Burt

The beneficial interests of the directors holding office on 30th September 2003 in the issued share capital of the company were as follows:

	30.9.03	1.10.02
Ordinary £10 shares		
D A Wheatley	1,390	1,390
Mrs A Wheatley	380	380
G F Wheatley	200	200
Mrs P Wheatley Burt	100	100

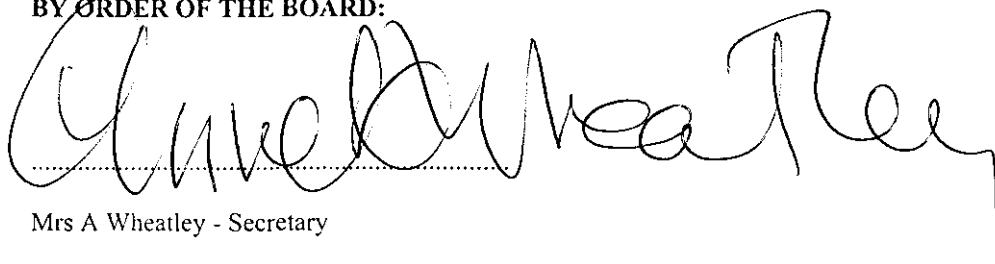
The shareholdings disclosed in respect of the directors include those of their immediate family, where applicable.

In accordance with the Articles of Association, Mrs P Wheatley Burt will retire at the forthcoming Annual General Meeting, and being eligible, will stand for re-election.

CHARITABLE DONATIONS

During the year contributions to charities amounted to £928 (2002 - £705)

BY ORDER OF THE BOARD:



Mrs A Wheatley - Secretary

Date: 23rd April, 2004

SPIC-N-SPAN PROPERTIES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

		<u>2003</u>	<u>2002</u>
	Notes	£	£
OPERATING INCOME	2	23,962	36,727
Exceptional item	5	-	52,420
		<hr/>	<hr/>
		23,962	89,147
Administrative expenses		<u>34,629</u>	<u>33,292</u>
OPERATING (LOSS)/PROFIT	4	(10,667)	55,855
Interest receivable and similar income	6	<u>2,438</u>	<u>2,071</u>
		(8,229)	57,926
Amounts written off investments	7	<u>6,412</u>	<u>60,000</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(14,641)	(2,074)
Tax on loss on ordinary activities	8	<u>126</u>	<u>4,622</u>
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		(14,767)	(6,696)
Dividends	9	<u>19,750</u>	<u>16,750</u>
		(34,517)	(23,446)
Retained profit brought forward		<u>715,958</u>	<u>739,404</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£681,441</u></u>	<u><u>£715,958</u></u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the losses for the current and previous years.

The notes form part of these financial statements

SPIC-N-SPAN PROPERTIES LIMITED

**BALANCE SHEET
30TH SEPTEMBER 2003**

		<u>2003</u>		<u>2002</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	10		570,798		579,250
Investments	11		<u>75,314</u>		<u>80,065</u>
			646,112		659,315
CURRENT ASSETS:					
Debtors	12	4,808		4,097	
Cash at bank	13	<u>66,211</u>		<u>97,698</u>	
		71,019		101,795	
CREDITORS: Amounts falling due within one year	14	<u>8,690</u>		<u>18,152</u>	
NET CURRENT ASSETS:			<u>62,329</u>		<u>83,643</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£708,441</u>		<u>£742,958</u>
CAPITAL AND RESERVES:					
Called up share capital	15		27,000		27,000
Profit and loss account			<u>681,441</u>		<u>715,958</u>
SHAREHOLDERS' FUNDS:	17		<u>£708,441</u>		<u>£742,958</u>

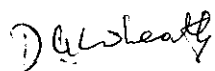
The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30th September 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th September 2003 in accordance with Section 249B(2) of the Companies Act 1985.

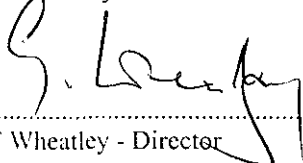
The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each 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.

ON BEHALF OF THE BOARD:



.....
D A Wheatley - Director



.....
G F Wheatley - Director

Approved by the Board on 23rd April, 2004

The notes form part of these financial statements

SPIC-N-SPAN PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Long Leasehold property	- not provided
Computer Equipment	- 33% on cost
Fixtures & Fittings	- 20% on cost
Motor vehicles	- 25% on cost
Office equipment	- 25% on cost

The freehold and leasehold properties have not been revalued and consequently have not been depreciated as the directors do not consider that the benefit obtained would justify the expense incurred. This is not in accordance with the Statement of Standard Accounting Practice No. 12.

A long lease is a lease with more than 50 years unexpired at the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OTHER OPERATING INCOME

	2003	2002
	£	£
Rents less outgoings	<u>23,962</u>	<u>36,727</u>

3. STAFF COSTS

	2003	2002
	£	£
Wages and salaries	16,400	15,900
Social security costs	<u>2,921</u>	<u>3,562</u>
	<u>19,321</u>	<u>19,462</u>

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

	2003	2002
Office management	<u>4</u>	<u>4</u>

SPIC-N-SPAN PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

4. OPERATING (LOSS)/PROFIT

The operating loss (2002 - operating profit) is stated after charging/(crediting):

	2003 £	2002 £
Depreciation - owned assets	11,524	11,664
Loss/(Profit) on disposal of fixed assets	<u>1,761</u>	<u>(52,418)</u>
Directors' emoluments	<u>16,400</u>	<u>15,900</u>

5. PROFIT ON SALE OF PROPERTY AND INVESTMENTS

A profit of £52,420 was realised last year on the sale of freehold property at 546 Streatham High Road.

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2003 £	2002 £
Interest receivable	<u>2,438</u>	<u>2,071</u>

7. AMOUNTS WRITTEN OFF INVESTMENTS

	2003 £	2002 £
Provision for loss on quoted investments	-	60,000
Loss on quoted investments	<u>6,412</u>	<u>-</u>
	<u>6,412</u>	<u>60,000</u>

SPIC-N-SPAN PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

8. TAXATION

Analysis of the tax charge

The tax charge on the loss on ordinary activities for the year was as follows:

	2003 £	2002 £
Current tax:		
UK corporation tax	(988)	6,263
Adjustment in respect of previous periods	<u>-</u>	<u>(527)</u>
Total current tax	<u>(988)</u>	<u>5,736</u>
Deferred tax:		
Deferred taxation	-	(1,180)
Prior year adjustment	<u>1,114</u>	<u>66</u>
Total deferred tax	<u>1,114</u>	<u>(1,114)</u>
 Tax on loss on ordinary activities	 <u>126</u>	 <u>4,622</u>

UK corporation tax was charged at 17.93% in 2002.

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2003 £	2002 £
Loss on ordinary activities before tax	<u>(14,641)</u>	<u>(2,074)</u>
Loss on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23% (2002 - 17.930%)	(3,367)	(372)
Effects of:		
Expenses not deductible for tax purposes	1,475	10,763
Depreciation for period in excess (less than) capital allowances	904	1,182
Difference between book profit on sale of property and chargeable gain	-	(5,309)
Under/(Over)provision for tax in prior year	<u>-</u>	<u>(528)</u>
Current tax charge	<u>(988)</u>	<u>5,736</u>

SPIC-N-SPAN PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

9. DIVIDENDS

	2003 £	2002 £
Equity shares:		
First interim -ordinary shares (16th December 2002)	13,000	10,000
Second interim-ordinary shares (16th June 2003)	<u>6,750</u>	<u>6,750</u>
	<u>19,750</u>	<u>16,750</u>

10. TANGIBLE FIXED ASSETS

	<u>Long Leasehold property</u>	<u>Computer Equipment</u>	<u>Fixtures & Fittings</u>
	£	£	£
COST:			
At 1st October 2002	550,977	12,430	8,873
Additions	-	4,833	-
Disposals	<u>-</u>	<u>(10,261)</u>	<u>-</u>
At 30th September 2003	<u>550,977</u>	<u>7,002</u>	<u>8,873</u>
DEPRECIATION:			
At 1st October 2002	-	10,668	6,605
Charge for year	-	805	1,659
Eliminated on disposals	<u>-</u>	<u>(8,500)</u>	<u>-</u>
At 30th September 2003	<u>-</u>	<u>2,973</u>	<u>8,264</u>
NET BOOK VALUE:			
At 30th September 2003	<u>550,977</u>	<u>4,029</u>	<u>609</u>
At 30th September 2002	<u>550,977</u>	<u>1,762</u>	<u>2,268</u>

SPIC-N-SPAN PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

10. TANGIBLE FIXED ASSETS - continued

	<u>Motor vehicles</u>	<u>Office equipment</u>	<u>Totals</u>
	£	£	£
COST:			
At 1st October 2002	47,930	6,129	626,339
Additions	-	-	4,833
Disposals	-	-	(10,261)
	<u>47,930</u>	<u>6,129</u>	<u>620,911</u>
DEPRECIATION:			
At 1st October 2002	25,012	4,804	47,089
Charge for year	8,593	467	11,524
Eliminated on disposals	-	-	(8,500)
	<u>33,605</u>	<u>5,271</u>	<u>50,113</u>
NET BOOK VALUE:			
At 30th September 2003	<u>14,325</u>	<u>858</u>	<u>570,798</u>
At 30th September 2002	<u>22,918</u>	<u>1,325</u>	<u>579,250</u>

11. FIXED ASSET INVESTMENTS

Investments (neither listed nor unlisted) were as follows:

	2003 £	2002 £
Investment in shares		
Quoted (Market value £93,375 – 2002 £70,045)	54,386	60,798
Unquoted	2,586	925
Freehold ground rents at cost	142	142
Investment property	<u>18,200</u>	<u>18,200</u>
	<u>75,314</u>	<u>80,065</u>

In the opinion of the Directors the cost which would be incurred to obtain a valuation of the investment property cannot be reasonably justified and therefore no market valuation of the property has been carried out. This is not in accordance with Statement of Standard Accounting Practice No 19.

One of the company's quoted investments has gone into bankruptcy in the USA. The directors made a large provision last year for its loss and have now written off the balance of the cost of this investment.

**12. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2003 £	2002 £
Other debtors	199	120
Prepayments	3,621	2,863
Tax recoverable	988	-
Deferred tax asset -Fixed asset timing differences	<u>-</u>	<u>1,114</u>
	<u>4,808</u>	<u>4,097</u>

SPIC-N-SPAN PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 2003**

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2003	2002
	£	£
Loss for the financial year	(14,767)	(6,696)
Dividends	<u>(19,750)</u>	<u>(16,750)</u>
Net reduction of shareholders' funds	(34,517)	(23,446)
Opening shareholders' funds	<u>742,958</u>	<u>766,404</u>
Closing shareholders' funds	<u>707,453</u>	<u>742,958</u>
 Equity interests	 <u>707,453</u>	 <u>742,958</u>

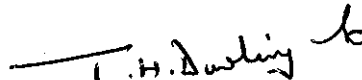
SPIC-N-SPAN PROPERTIES LIMITED

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
SPIC-N-SPAN PROPERTIES LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30th September 2003 set out on pages three to eleven and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

T.H. Dowling & Co
Chartered Accountants
Suite 1, The Sanctuary
23, Oakhill Grove
SURBITON, Surrey
KT6 6DU



Date: 26th April, 2004