

GULLWILLOW LIMITED

**REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 MARCH 1999**

REGISTERED NUMBER: 1277397



GULLWILLOW LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

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GULLWILLOW LIMITED

**COMPANY INFORMATION
AT 31 MARCH 1999**

DIRECTOR

M. Becker Esq.

SECRETARY

P. Khagram Esq.

REGISTERED OFFICE

Devonshire House
1 Devonshire Street
London
W1N 2DR

ACCOUNTANTS

Citroen Wells
Chartered Accountants
Devonshire House
1 Devonshire Street
London
W1N 2DR

GULLWILLOW LIMITED

DIRECTOR'S REPORT

The director presents his annual report with the financial statements of the company for the year ended 31 March 1999.

PRINCIPAL ACTIVITIES

The Company has principally been trading as a property investment company.

REVIEW OF THE BUSINESS

The net profit after providing for taxation amounted to £8,914.

The development of the business was satisfactory during the year and at the end of the year the state of affairs of the Company were satisfactory.

DIVIDENDS AND TRANSFERS TO RESERVES

The proposed movements of reserves are shown in Note 12.

DIRECTOR AND HIS INTERESTS

The director in office in the year and his beneficial interest in the company at the balance sheet date and the beginning of the year (or on appointment if later) were as follows:

		Number of Shares	
		1999	1998
M. Becker Esq.	Ordinary	500	1

YEAR 2000 ISSUES

The director is reviewing and updating where necessary all procedures to deal with year 2000 issues. Given the complexity of the problem, it is not possible for any organisation to guarantee that no year 2000 problems will remain but the director believes that the company has sufficient resources to deal with any matters that might arise. There may be a requirement to incur additional costs but these are not expected to be material.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed by:

M. Becker Esq.
Director

Date: 23/11/2000

GULLWILLOW LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 1999**

	Notes	1999	1998
		£	£
TURNOVER			
Continuing operations		14,732	8,160
Discontinued operations		-	294,973
		<hr/>	<hr/>
Cost of sales	2	14,732	303,133
		-	(218,340)
GROSS PROFIT	2	<hr/>	<hr/>
		14,732	84,793
Net operating expenses	2	(9,063)	(62,871)
OPERATING PROFIT	3	<hr/>	<hr/>
Continuing operations		5,669	21,922
Investment income and interest receivable	4	8,663	9,171
Exceptional Items		-	124,000
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		14,332	155,093
Tax on profit on ordinary activities	7	(5,418)	(6,847)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<hr/>	<hr/>
		8,914	148,246
Dividends paid or proposed	8	-	(2,942)
Transfers to and from reserves		(998)	-
		<hr/>	<hr/>
RETAINED PROFIT FOR THE FINANCIAL YEAR	13	<hr/>	<hr/>
		7,916	145,304

Total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

GULLWILLOW LIMITED**BALANCE SHEET
AT 31 MARCH 1999**

	Notes	£	1999 £	£	1998 £
FIXED ASSETS					
Tangible assets	9		113,747		114,419
CURRENT ASSETS					
Debtors	10	-		10,677	
Cash at bank and in hand		178,763		159,050	
		<u>178,763</u>		<u>169,727</u>	
CREDITORS: amounts falling due within one year	11	<u>(6,611)</u>		<u>(7,161)</u>	
NET CURRENT ASSETS			172,152		162,566
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>285,899</u>		<u>276,985</u>
CAPITAL AND RESERVES					
Called up share capital	12		1,000		2
Profit and loss account	13		284,899		276,983
TOTAL SHAREHOLDERS' FUNDS	14		<u>285,899</u>		<u>276,985</u>

The director has taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirms that no notice has been deposited under section 249B(2) of the Companies Act 1985. The director acknowledges his responsibilities for ensuring that:

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31 March 1999 and of its profit or loss for the year then ended 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.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved on 23/11/2000 and signed by:

M. Becker Esq.
Director

The notes on pages 5 to 10 form part of these financial statements.

GULLWILLOW LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

Cash flow

The accounts do not include a cash flow statement because the company, as a small reporting entity in accordance with sections 246 and 247 of the Companies Act 1985, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow statements".

Depreciation of tangible fixed assets

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

Motor vehicles	25% reducing balance
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No depreciation is charged on freehold and long leasehold land.

Where zero depreciation of freehold buildings is appropriate

Freehold buildings are depreciated to write down the cost less estimated residual value over their remaining useful life by equal annual instalments. Where buildings are maintained to such a standard that their residual value is not less than their cost or valuation, no depreciation is charged as it is not material.

Stocks

Stocks are stated at the lower of cost and net realisable value., cost being determined on the 'first in, first out' basis.

Deferred Taxation

The policy has been adopted of providing for deferred taxation only to the extent that it is expected to full due for payment in the foreseeable future.

2. ANALYSIS OF OPERATIONS

	1999		Total £
	Continuing £	Discontinued £	
Gross profit	14,732	-	14,732
Administration expenses	(9,063)	-	(9,063)

GULLWILLOW LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

2. ANALYSIS OF OPERATIONS - (continued)

	1998		
	Continuing £	Discontinued £	Total £
Gross profit	<u>8,160</u>	<u>76,633</u>	<u>84,793</u>
Cost of sales	<u>-</u>	<u>(218,340)</u>	<u>(218,340)</u>
Administration expenses	<u>-</u>	<u>(62,871)</u>	<u>(62,871)</u>

3. OPERATING PROFIT

Operating profit is stated	1999 £	1998 £
After charging:		
Depreciation of fixed assets	672	1,244
Auditors' remuneration	-	1,500
	<u>-</u>	<u>9,953</u>
After crediting:		
Profit on disposal of tangible assets	-	9,953

4. INVESTMENT INCOME AND INTEREST RECEIVABLE

	1999 £	1998 £
Interest received and receivable		
Other interest	<u>8,663</u>	<u>9,171</u>

5. INFORMATION ON DIRECTOR AND EMPLOYEES

	1999 £	1998 £
Staff costs		
Wages and salaries	3,489	43,917
Other pension costs	-	2,000
	<u>3,489</u>	<u>45,917</u>

GULLWILLOW LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

5. INFORMATION ON DIRECTOR AND EMPLOYEES - (continued)

	1999 No.	1998 No.
The average number of employees during the year was made up as follows:		
Number of employees:	<u>2</u>	<u>5</u>
	1999 £	1998 £
Director's emoluments		
Emoluments, including pension contributions to money purchase (defined contribution) schemes	<u>-</u>	<u>20,082</u>

6. PENSION COSTS

Money purchase (defined contribution) pension scheme

The company operates a money purchase (defined contribution) pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £nil (1998: £2,000).

7. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1999 £	1998 £
The taxation charge comprises:		
Corporation tax at 21% (1998 - 24%)	2,997	6,847
Adjustment in respect of prior years	<u>2,421</u>	<u>-</u>
	<u>5,418</u>	<u>6,847</u>

8. DIVIDENDS PAID OR PROPOSED

	1999 £	1998 £
On ordinary shares:		
Interim dividends paid		
Dividend - ordinary shares	<u>-</u>	<u>2,942</u>

GULLWILLOW LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

9. TANGIBLE FIXED ASSETS

	Land and buildings £	Motor vehicles £	Total £
Cost:			
At 1 April 1998 and at 31 March 1999	111,731	8,495	120,226
Depreciation:			
At 1 April 1998	-	5,807	5,807
Charge for year	-	672	672
At 31 March 1999	-	6,479	6,479
Net book value:			
At 31 March 1999	111,731	2,016	113,747
At 31 March 1998	111,731	2,688	114,419
		1999 £	1998 £

Analysis of net book value of land and buildings:

Freehold	111,731	111,731
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The investment property has been valued at 31st March 1999 by the director of the company on an open market basis, which is equal to cost.

10. DEBTORS

	1999 £	1998 £
Other debtors	-	10,677

11. CREDITORS: amounts falling due within one year

	1999 £	1998 £
Trade creditors	72	313
Taxation and social security	2,997	4,426
Other creditors	3,542	2,422
	6,611	7,161

GULLWILLOW LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

12. SHARE CAPITAL

	1999 £	1998 £
Authorised:		
Equity interests:		
1000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid:		
Equity interests:		
2 Ordinary shares of £1 each not paid	<u>1,000</u>	<u>2</u>

During the year 998 shares were issued, but no calls made.

13. PROFIT AND LOSS ACCOUNT

	1999 £	1998 £
Retained profit as at 1 April 1998	276,983	131,679
Profit for the year	8,914	145,304
Bonus issue of shares	(998)	-
Retained profit as at 31 March 1999	<u>284,899</u>	<u>276,983</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1999 £	1998 £
Profit for the year	8,914	148,246
Dividends	-	(2,942)
Other recognised gains and losses relating to the year	(998)	-
Net addition to shareholders' funds	<u>7,916</u>	<u>145,304</u>
Opening shareholders' funds	277,983	131,681
Closing shareholders' funds	<u>285,899</u>	<u>276,985</u>
Represented by:-		
Equity interests	<u>285,899</u>	<u>276,985</u>

GULLWILLOW LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999**

15. CONTINGENT LIABILITIES

There were no contingent liabilities at 31st March 1999.

16. CAPITAL COMMITMENTS

At 31st March 1999 there were no commitments for capital expenditure.