



STRATTON STREET TRUSTEES LIMITED

Report and Financial Statements

30 April 1999

**Deloitte & Touche
Hill House
1 Little New Street
London EC4A 3TR**



**REPORT AND FINANCIAL STATEMENTS 1999**

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REPORT AND FINANCIAL STATEMENTS 1999

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

M G C Conti
P C Ford
J J Murray
G R Preston
K W Pugh
J J Quarrell
P J Sigler

SECRETARY

EPS Secretaries Limited

REGISTERED OFFICE

50 Stratton Street
London W1X 5FL

BANKERS

Bank of Scotland
14-16 Cockspur Street
London SW1Y 5BL

SOLICITORS

Nabarro Nathanson
50 Stratton Street
London W1X 6NX

AUDITORS

Deloitte & Touche
Chartered Accountants
Hill House
1 Little New Street
London EC4A 3TR

**DIRECTORS' REPORT**

The directors present their report and the audited financial statements for the year ended 30 April 1999.

PRINCIPAL ACTIVITY

Stratton Street Trustees Limited provide services as independent trustees.

REVIEW OF THE BUSINESS

The company continued to trade during the year providing independent trustee services on which it made a profit before tax of £nil (1998 - £13,755) on a turnover of £16,221 (1998 - £46,637).

RESULTS AND DIVIDENDS

The results of the company for the year are set out in detail on page 5.

The directors do not recommend the payment of a dividend for the year ended 30 April 1999 (1998 - £40,000).

DIRECTORS

The directors who served throughout the year were as follows:

M G C Conti

P C Ford

J J Murray

G R Preston

M Prior (resigned 5 August 1999)

K W Pugh

J J Quarrell

P J Sigler

AUDITORS

A resolution for the reappointment of Deloitte & Touche as auditors of the company will be proposed at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions relating to small companies under section 246 of the Companies Act 1985.

Approved by the Board of Directors
and signed on behalf of the Board

J J Quarrell

Director

11th October 1999

**STATEMENT OF 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 as at the end of the financial year 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;
- prepare the financial statements 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 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.



STRATTON STREET TRUSTEES LIMITED

AUDITORS' REPORT TO THE MEMBERS

We have audited the financial statements on pages 5 to 8 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 April 1999 and of the result for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Deloitte Touche
Chartered Accountants and
Registered Auditors

13 October 1999


PROFIT AND LOSS ACCOUNT
Year ended 30 April 1999

	Note	1999 £	1998 £
TURNOVER	1	16,221	46,637
Administrative expenses		(20,281)	(37,553)
OPERATING (LOSS)/PROFIT	2	(4,060)	9,084
Interest receivable		4,060	4,671
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		-	13,755
Tax on profit on ordinary activities	4	-	(2,889)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		-	10,866
Dividend proposed		-	(40,000)
LOSS FOR THE FINANCIAL YEAR		-	(29,134)
Retained profit brought forward		35,099	64,233
Retained profit carried forward		35,099	35,099

A statement of total recognised gains and losses is not included in these accounts as there are no recognised gains or losses other than the profit for the current and previous financial year.

Further, there has been no movement in shareholders' funds in either the current or previous year other than the result for those years. Accordingly, no reconciliation of movement in shareholders' funds is included in these accounts.

The turnover and result for the year derive from continuing operations.



BALANCE SHEET
30 April 1999

	Note	1999 £	1998 £
CURRENT ASSETS			
Debtors	5	3,946	14,277
Cash at bank and in hand		47,672	88,555
		<u>51,618</u>	<u>102,832</u>
CREDITORS: amounts falling due within one year	6	(16,516)	(67,731)
		<u></u>	<u></u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>35,101</u>	<u>35,101</u>
CAPITAL AND RESERVES			
Called up share capital	7	2	2
Profit and loss account		35,099	35,099
		<u></u>	<u></u>
TOTAL EQUITY SHAREHOLDERS' FUNDS		<u>35,101</u>	<u>35,101</u>

These accounts have been prepared in accordance with the special provisions relating to small companies under section 246 of the Companies Act 1985.

These financial statements were approved by the Board of Directors on 11th Oct. 1999.

Signed on behalf of the Board of Directors

J J Quarrell

J J Quarrell

Director

Date 11th October 1999


NOTES TO THE ACCOUNTS
Year ended 30 April 1999
1. ACCOUNTING POLICIES

These financial statements are prepared in accordance with applicable accounting standards. The principal accounting policies which the directors have adopted are set out below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Turnover

Turnover is the total service fee income, excluding value added tax, from the provision of services during the year.

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	1999 £	1998 £
Profit on ordinary activities before taxation is arrived at after charging:		
Auditors' remuneration - audit fees	2,000	2,000

3. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

No emoluments were paid during the year (1998 - £nil).

There were no employees during the current and previous financial year.

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1999 £	1998 £
United Kingdom corporation tax at 20% (1998 - 21%)	-	2,889

5. DEBTORS

	1999 £	1998 £
Other debtors	3,944	14,275
Called up share capital not paid	2	2
	3,946	14,277


NOTES TO THE ACCOUNTS
Year ended 30 April 1999
6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1999 £	1998 £
Amounts owed to parent undertaking	14,066	22,392
Amounts owed to fellow subsidiary undertaking	450	450
Other creditors and accruals	2,000	2,000
Corporation tax	-	2,889
Proposed dividend	-	40,000
	<u>16,516</u>	<u>67,731</u>

7. CALLED UP SHARE CAPITAL

	1999 £	1998 £
Authorised:		
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
	£	£
Allotted and called up:		
2 ordinary shares of £1 each, unpaid	<u>2</u>	<u>2</u>

8. ULTIMATE PARENT AND CONTROLLING UNDERTAKING

The company's ultimate parent and controlling undertaking is Nabarro Nathanson, a solicitors' partnership.

9. RELATED PARTY TRANSACTIONS

The company has taken advantage of the provisions under Financial Reporting Standard 8 not to disclose transactions with other group companies and investees of the company qualifying as related parties.