

1ST NATIONAL DEVELOPMENTS LIMITED

Unit 1 Mill Court
Swimbourne Road
Burnt Mill Industrial Estate
Basildon
Essex
SS13 1EH

Accounts for the year ending
31st July 2003



Prepared by:

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1ST NATIONAL DEVELOPMENTS LIMITED

THE YEAR ENDING 31ST JULY 2003

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1ST NATIONAL DEVELOPMENTS LIMITED
AS AT 31ST JULY 2003

DIRECTORS REPORT

The Director presents his report and financial statements for the year ending 31st July 2003

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law required the directors to prepare financial statements for each financial period which gives 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; and
- * prepare the financial statements on the going concern business 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, 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.

ANNUAL AUDIT

The company is eligible to take advantage of the audit exemption.

REVIEW OF THE BUSINESS

The company was incorporated on 5th July 2001. The principle activity of the company is operating a property leasing business. Turnover for the year was in line with expectations. This level of business is expected to be maintained in the current year.

RESULTS AND DIVIDENDS

The profit for the year after taxation was £ 34,342.00. This has been transferred to reserves.

No dividend was paid during the year. The director does not recommend the payment of a final dividend.

FIXED ASSETS

Details of fixed assets are given in note 8 to the financial statements.

SHARE CAPITAL

The company issued no further share capital during the year.

DIRECTORS

The directors set out in the table below have held office during the year and to the date of the report.

The interest of the directors holding office on 31st July 2003 in the shares of the company were as shown below:

	2003	2002
Mr B F Carne	2	2

Approved by the board on 6th MARCH 2004

And signed on its behalf by

.....


Ms T M Baker
(Secretary)

1ST NATIONAL DEVELOPMENTS LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31ST JULY 2003**

	NOTE	2003	2002
TURNOVER	1	56000	56000
Cost of Sales		-	-
		-----	-----
GROSS PROFIT		56000	56000
Administrative Expenses		1539	5411
		-----	-----
OPERATING PROFIT		54461	50589
Interest Receivable and similar income		-	-
		-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		54461	50589
Interest Payable and similar charges	5	19844	23359
		-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	34617	27230
TAXATION on profit on ordinary Activities		275	251
		-----	-----
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		34342	26979
DIVIDENDS paid		-	-
		-----	-----
RETAINED PROFIT for the year		34342	26979
Retained Profit brought forward		26979	-
		-----	-----
RETAINED PROFIT carried forward		<u>£ 61321</u>	<u>£ 26979</u>

The company's turnover and expenses all relate to continuing operations. The company has no recognised gains other than the profit for the year which is calculated on the historical basis.

The notes on pages 6 to 11 form part of these financial statements

1ST NATIONAL DEVELOPMENTS LIMITED
BALANCE SHEET AS AT 31ST JULY 2003

	NOTE	2003	2002
FIXED ASSETS – Tangible Assets	8	586454	586454
		-----	-----
CURRENT ASSETS			
Debtors	9	5946	4667
Cash at Bank and in Hand		-	15
		-----	-----
		5946	4682
CREDITORS			
Amounts falling due within one year	10	3955	4561
		-----	-----
Net Current Assets		1991	121
		-----	-----
Total Assets less Current Liabilities		588445	586575
CREDITORS			
Amounts falling due after one year	11	527122	559594
		-----	-----
		£ 61323	£ 26981
		=====	=====
Financed by:-			
CAPITAL AND RESERVES			
Called up capital	12	2	2
Profit and Loss Account	13	61321	26979
		-----	-----
		£ 61323	£ 26981
		=====	=====

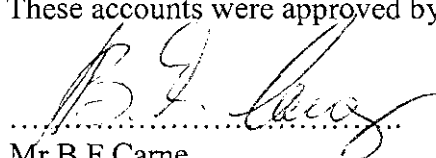
For the year ending 31st July 2003 the company was entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985. No notice has been deposited with the company under section 249B(2) of the Act requiring an audit to be carried out.

The directors acknowledge their responsibility for

- a) ensuring the company keeps accounting records in accordance 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 its financial year and of its profit or loss for that financial year in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the requirements of the Act relating to accounts so far as they are applicable to the company.

The directors in preparing the accounts have relied upon the exemptions for individual accounts provided by section 246 of the Act (or schedule 8 paragraph 23)

These accounts were approved by the board on 6th MARCH 2004


 Mr B F Carne
 (Director)

The notes on pages 6 to 11 form part of these financial statements

1ST NATIONAL DEVELOPMENTS LIMITED**NOTE TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST JULY 2003****1. ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with applicable accounting standards.

a) Accounting convention

The financial statements are prepared under the historical cost convention.

b) Turnover

Turnover represents amounts invoiced, excluding value added tax, in respect of the sale of goods and services to customers.

c) Depreciation

Depreciation is calculated to write off the cost less estimated residual values of all fixed assets on a reducing balance basis over their estimated useful lives.

d) Foreign currencies

Assets, liabilities, revenues and costs expressed in foreign currencies are translated into sterling at rates of exchange ruling on the date on which transactions occur, except for:-

- i) Monetary assets and liabilities which are translated at the rate ruling at the balance sheet date (other than those in (ii) below); and
- ii) Transactions to be settled at a contracted rate and trading transactions covered by a related or matching forward contract which is translated to those contractual rates.

Differences arising on the translation of such items are dealt with in the profit and loss account.

e) Leases**Financial leases**

Assets held under finance leases and the related lease obligations are included at the fair value of the leased assets at the inception of the lease. Depreciation on leased assets is calculated to write off this amount on a straight-line basis over the shorter of the lease term and the useful life of the asset.

Rentals payable are apportioned between the finance charge and a reduction of the outstanding obligation for future amounts payable so that the charge for each accounting period is a constant percentage of the remaining balance of the capital sum outstanding.

1ST NATIONAL DEVELOPMENTS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST JULY 2003****Operating leases**

Rental payable under operating leases are charged on a straight-line basis over the term of the lease.

f) Pensions

The company contributes to the pension arrangements of employees. Premiums paid are written off in the year of payment.

2 SEGMENTAL INFORMATION

Where there is only one class of business and one geographical segment.

The turnover, profit after taxation and net assets are attributable to the principle activities of property leasing. The company operates in the UK and derives its turnover from activities undertaken solely in the United Kingdom.

3 OTHER OPERATING INCOME

2003	2002
£	£
-	-
-----	-----
£ -	£ -
=====	=====

4 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The profit on ordinary activities before taxation is stated after charging:

	2003	2002
	£	£
Staff costs (Note 6)	-	-
Depreciation of assets held under financial Leases and hire purchase contracts	-	-
Depreciation of owned tangible fixed assets	-	-
Audit fee	-	-

5 INTEREST PAYABLE AND SIMILAR CHARGES

	2003	2002
	£	£
Loan Interest	19844	23359
	-----	-----
	£ 19844	£ 23359
	=====	=====

1ST NATIONAL DEVELOPMENTS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST JULY 2003****6 STAFF COSTS**

	2003 £	2002 £
Wages and salaries	-	-
Social security costs	-	-
Other pension costs	-	-
	-----	-----
	£ -	£ -
	=====	=====

The average number of persons, including executive directors employed by the company during the year was:

	2003	2002
Management	1	1
Administration	1	1

7 DIRECTORS REMUNERATION

	2003 £	2002 £
Directors Remuneration	-	-
	=====	=====

1ST NATIONAL DEVELOPMENTS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST JULY 2003****8 TANGIBLE FIXED ASSETS**

	Freehold Property	Office Equipment	Total
COST			
As at 31st July 2002	586454	-	586454
Additions during the year	-	-	-
Disposals during the year	-	-	-
	-----	-----	-----
As at 31st July 2003	586454	-	586454
ACCUMULATED DEPRECIATION			
As at 31st July 2002	-	-	-
Charge for the year	-	-	-
	-----	-----	-----
As at 31st July 2003	-	-	-
	-----	-----	-----
NET BOOK VALUE			
As at 31st July 2002	£ 586454	£ -	£ 586454
	=====	=====	=====
As at 31st July 2003	£ 586454	£ -	£ 586454
	=====	=====	=====
Depreciation rate	25%	25%	

9 SUNDRY DEBTORS: DUE WITHIN ONE YEAR

	2003 £	2002 £
Trade Debtors	5946	4667
	-----	-----
	£ 5946	£ 4667
	=====	=====

1ST NATIONAL DEVELOPMENTS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST JULY 2003****10 SUNDRY CREDITORS: DUE WITHIN ONE YEAR**

	2003 £	2002 £
Trade creditors	-	-
Corporation Tax	275	251
Other taxation	-	-
Social security costs	-	-
Accruals and deferred income	3680	4310
	<u>£ 3955</u>	<u>£ 4561</u>

11 SUNDRY CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2003 £	2002 £
Director's loan account	148	148
Loans	526974	559446
	<u>£ 527122</u>	<u>£ 559594</u>
Amounts payable:		
Within two to five years	527122	559594
	<u>£ 527122</u>	<u>£ 559594</u>

12 SHARE CAPITAL

	2003	2002
Ordinary shares		
Of £1.00 each	<u>2</u>	<u>2</u>

1ST NATIONAL DEVELOPMENTS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST JULY 2003****13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS**

	Share Capital	Profit and Loss Account	Total Shareholders Funds
Balance as at 5th July 2001	-	-	-
New share capital subscribed	2	-	2
Profit for the year	-	26979	26979
	-----	-----	-----
Balance as at 31st July 2002	2	26979	26981
Profit for the year	-	34342	34342
	-----	-----	-----
Balance as at 31st July 2003	£ 2	£ 61321	£ 61323
	=====	=====	=====