

SARAMA LIMITED

Company No: 2993659

ABBREVIATED ACCOUNTS

for the year ended

31 DECEMBER 2001

COHEN ARNOLD & CO
CHARTERED ACCOUNTANTS
REGISTERED AUDITOR
LONDON W1S 2HL



SARAMA LIMITED

DIRECTOR

Mr M Berger

SECRETARY

Mrs R Berger

REGISTERED OFFICE

13-17 New Burlington Place
Regent Street
LONDON W1S 2HL

AUDITORS

Cohen Arnold & Co
13-17 New Burlington Place
Regent Street
LONDON W1S 2HL

BANKERS

Barclays Bank PLC

SARAMA LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2001

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SARAMA LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 4 to 7, together with the Financial Statements of the Company for the year ended 31 December 2001 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND THE AUDITORS

The Director is responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the Company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

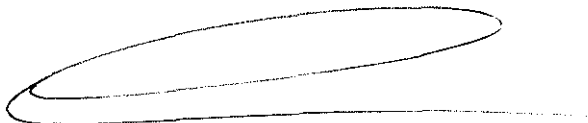
We have carried out the procedures we consider necessary to confirm, by reference to the Financial Statements, that the Company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the Financial Statements.

OPINION

In our opinion the Company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 4 to 7 are properly prepared in accordance with those provisions.

OTHER INFORMATION

On^{30.12.01} we reported, as Auditors of the Company, to the shareholders on the Financial Statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 2001, and the full text of our audit report is reproduced on pages 2 and 3 of these Financial Statements.



London

Date:

COHEN ARNOLD & CO
Chartered Accountants and
Registered Auditor

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS

- OF -

SARAMA LIMITED

We have audited the Financial Statements on pages 5 to 13 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND THE AUDITORS

As described on pages 1 and 2, the Director of the Company is responsible for the preparation of the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards.

It is our responsibility to audit the Financial Statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the Financial Statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Director's Report is not consistent with the Financial Statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Director's remuneration and transactions with the company is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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 Director 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.

INDEPENDENT AUDITORS' REPORT (Continued)

TO THE SHAREHOLDERS

- OF -

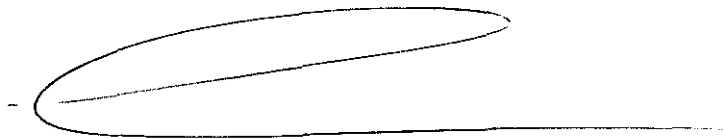
SARAMA LIMITED

DEPARTURE FROM ACCOUNTING STANDARD

The Company's investment properties are included in the Financial Statements on the basis indicated in Note 1 on Accounting Policies. This does not comply with the requirements of Statement of Standard Accounting Practice No. 19 which requires such properties to be stated at their open market value. However, as stated in his Report, the Director is of the opinion that each of the Company's investment properties has an open market value at least equal to the amount at which it is included in the Financial Statements.

QUALIFIED OPINION ARISING FROM DEPARTURE FROM ACCOUNTING STANDARDS

Except for non-compliance with the requirements of Statement of Standard Accounting Practice No. 19, in our opinion the Financial Statements give a true and fair view of the state of the Company's affairs at 31 December 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



London

Date: 2002

COHEN ARNOLD & CO
Chartered Accountants and
Registered Auditor

SARAMA LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2001

		<u>2001</u>		<u>2000</u>	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	2	2,488,542		2,528,863	
Investments	3	102		102	
			2,488,644		2,528,965
CURRENT ASSETS					
Debtors		521,831		456,222	
Cash at Bank		16,404		10,693	
		538,235		466,915	
CREDITORS: Amounts falling due within one year		(1,148,563)		(1,105,712)	
NET CURRENT LIABILITIES			(610,328)		(638,797)
TOTAL ASSETS LESS CURRENT LIABILITIES			1,878,316		1,890,168
CREDITORS: Amounts falling due after more than one year	4		(1,460,294)		(1,602,189)
NET ASSETS			£418,022		£287,979
CAPITAL AND RESERVES					
Called up Share Capital	5		100		100
Profit and Loss Account			417,922		287,879
			£418,022		£287,979

The Accounts are prepared in accordance with the special provisions for small Companies under Part VII of the Companies Act 1985.

R. Berger
.....
MRS R BERGER – ACTING DIRECTOR

30.10.01
.....
DATE

The notes on pages 5 to 7 form part of these Abbreviated Accounts.

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2001

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in the preparation of the Company's Financial Statements.

1.1 BASIS OF ACCOUNTING

The Financial Statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards except for the policy of accounting for investment properties referred to in note 1.2 below.

1.2 INVESTMENT PROPERTIES

Investment properties are included in the balance sheet at historical cost, which is not in accordance with Statement of Standard Accounting Practice No.19, which requires such properties to be stated at their open market value.

1.3 DEPRECIATION

In accordance with Statement of Standard Accounting Practice No. 19, no depreciation or amortisation is provided in respect of Freehold investment properties nor on Leasehold investment properties having an unexpired term of more than twenty years. This departure from the requirements of the Companies Act 1985, for all properties to be depreciated, is necessary, as the Director considers that this Accounting Policy results in the Financial Statements giving a true and fair view.

1.4 ACQUISITIONS AND DISPOSALS OF PROPERTIES

Acquisitions and Disposals are considered to have taken place at the date of legal completion and are included in the Financial Statements accordingly.

1.5 CASH FLOW STATEMENT

The Company is exempted from the requirement to prepare a Cash Flow Statement (in accordance with Financial Reporting Standard No 1) on the basis of its being a "small company" as defined by Section 247 Companies Act 1985.

SARAMA LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2001

2. TANGIBLE FIXED ASSETS

	<u>Freehold</u> £	<u>Long Leasehold</u> £	<u>Total</u> £
Investment Properties - at Cost			
At 1 January 2001	2,514,693	14,170	2,528,863
Disposals	(40,000)	(321)	(40,321)
	<hr/>	<hr/>	<hr/>
At 31 December 2001	£2,474,693	£13,849	£2,488,542
	<hr/>	<hr/>	<hr/>

In accordance with the company's stated accounting policy (see note 1.3) no depreciation or amortisation has been provided in respect of freehold properties or long-leasehold properties which are held for investment purposes.

3. INVESTMENTS

	<u>Investments in Subsidiary Undertakings</u> £
At Cost	
At 1 January 2001 and at 31 December 2001	£102
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At the Balance Sheet date the Company held directly the whole of the issued share capital of Perlite Limited and Diplomatic Properties Limited. Both Companies are incorporated in Great Britain and registered in England.

Group Accounts have not been prepared under the exemption conferred by S248(i) of the Companies Act 1985.

The Accounts of Diplomatic Properties Limited are not available and Perlite Limited was dormant throughout the year.

NOTES TO THE ABBREVIATED ACCOUNTS**FOR THE YEAR ENDED 31 DECEMBER 2001****4. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<u>Interest Rates</u>	<u>2001 £</u>	<u>2000 £</u>
Mortgage:			
Amount repayable after five years:			
Instalments terminating in 2012	9%	1,560,294	1,687,189
Less: Amounts repayable within one year		(100,000)	(85,000)
		<hr/>	<hr/>
		£1,460,294	£1,602,189
		<hr/>	<hr/>

The Company and two associated companies obtained a joint facility and charged their properties as security therefore. The balance outstanding by the companies as at 31 December 2001 was £4,669,247 (2000: £5,565,989) of which £1,560,294 (2000: £1,687,189) is included in the Financial Statements of this company.

5. CALLED UP SHARE CAPITAL

	<u>2001 £</u>	<u>2000 £</u>
<u>Authorised:</u>		
100 A Ordinary Shares of 10p each	10	10
900 B Non-Voting Ordinary Shares of 10p each	90	90
	<hr/>	<hr/>
	£100	£100
	<hr/>	<hr/>

Issued and Fully Paid:

100 A Ordinary Shares of 10p each	10	10
900 B Non-Voting Ordinary Shares of 10p each	90	90
	<hr/>	<hr/>
	£100	£100
	<hr/>	<hr/>