

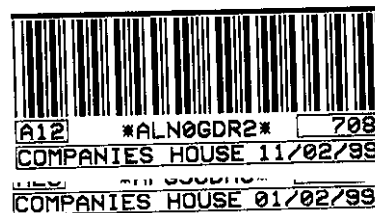
R of C

**SHENWARD LIMITED**

**FINANCIAL STATEMENTS**

**31 MARCH 1998**

**Registered Number: 02465679**



**RAJEEV ACCOUNTANTS**

*AMENDING COPY*  
~~~~~

**SHENWARD LIMITED**

**FINANCIAL STATEMENTS**

**For the year ended 31 March 1998**

| <b><u>CONTENTS</u></b>  | <b><u>PAGE</u></b> |
|-------------------------|--------------------|
| Company Information     | 1                  |
| Directors Report        | 2                  |
| Accountants Report      | 4                  |
| Profit and Loss Account | 5                  |
| Balance Sheet           | 5 - 6              |
| Notes to the Accounts   | 7-10               |

**SHENWARD LIMITED**

**COMPANY INFORMATION**

**DIRECTORS**

**Mr A R Dharni  
Mrs N Dharni**

**SECRETARY**

**Mrs N Devesher**

**REGISTERED OFFICE**

**7 Luther Way  
Kings Park  
Bradford  
BD2 1EX**

**BANKERS**

**Barclays Bank Plc  
10 Market Street  
Bradford 1**

**Midland Bank  
47 Market Street  
Bradford  
BD1 1LW**

**ACCOUNTANTS**

**Rajeev Accountants  
928 Leeds Road  
Bradford  
BD3 8EZ**

## **SHENWARD LIMITED**

### **DIRECTORS' REPORT**

The Directors present their Report and Accounts for the period ended 31 March 1998.

#### **PRINCIPAL ACTIVITY**

The principal activity of the company is that of property development.

#### **DIRECTORS AND THEIR INTERESTS**

The directors who served the company during the year together with their beneficial interest in the issued share capital of the company is as follows:

|               | <b>Ordinary £1 Shares</b> |             |
|---------------|---------------------------|-------------|
|               | <u>1998</u>               | <u>1997</u> |
| Mr A R Dharni | 17500                     | 17500       |
| Mrs N Dharni  | 17500                     | 17500       |

#### **DIRECTORS RESPONSIBILITIES**

Company law requires the Directors to prepare Accounts for each financial year which give 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 these Accounts 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 Accounts on the 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 enable to ensure that the Accounts comply with the Companies Act 1985, also hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **CLOSE COMPANY PROVISIONS**


So far as the Directors are aware the Company was at the end of the accounting period, a Close Company within the meaning of the Income and Corporation Taxes Act 1988.

**SHENWARD LIMITED**

**DIRECTORS REPORT**

This report was approved by the Board on 2 December 1998 taking advantage of exemption available to Small Companies

Signed on behalf of the Board

A handwritten signature in black ink, appearing to be 'Neil', written over a horizontal line.

Secretary

**SHENWARD LIMITED**

**ACCOUNTANTS' REPORT**

**FOR THE PERIOD ENDED 31 MARCH 1998**

Accountants' Report on the unaudited accounts to the directors of Shenward Limited.

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 31 March 1998 set out on pages 5 to 10 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

*R Deweethi*

Rajeev Accountants  
928 Leeds Road  
BRADFORD  
BD3 8EZ

Date 16. January 1999.

**SHENWARD LIMITED**

**PROFIT & LOSS ACCOUNT**

**FOR THE YEAR ENDED 31 MARCH 1998**

|                                                      | Note | <u>1998</u><br>£ | <u>1997</u><br>£ |
|------------------------------------------------------|------|------------------|------------------|
| Net Rental Income                                    |      | 23123            | 11594            |
| Administrative Expenses                              |      | <u>(8363)</u>    | <u>(4852)</u>    |
| Operating Profit                                     | 2    | 14760            | 6742             |
| Interest Payable                                     | 3    | <u>(16270)</u>   | <u>(14564)</u>   |
| Loss on Ordinary Activities<br>before taxation       |      | <u>(1510)</u>    | <u>(7822)</u>    |
| Taxation                                             |      | <u>0</u>         | <u>0</u>         |
| Loss on Ordinary Activities<br>retained for the year |      | <u>(1510)</u>    | <u>(7822)</u>    |

Movements in reserves are shown in note 10.

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains or losses in 1998 or 1997 other than the profit/ (loss) for the year.

The difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis is not material.

**SHENWARD LIMITED**  
**BALANCE SHEET**  
**AS AT 31 MARCH 1998**

|                                              | Note | £ | <u>1998</u><br>£ | £              | <u>1997</u><br>£ |
|----------------------------------------------|------|---|------------------|----------------|------------------|
| <b>Fixed Assets</b>                          |      |   |                  |                |                  |
| Tangible Assets                              | 4    |   | 311737           |                | 312147           |
| <b>Current Assets</b>                        |      |   |                  |                |                  |
| Cash at bank and in hand                     |      |   | 0                | 1272           |                  |
| Debtors                                      | 7    |   | <u>4250</u>      | <u>1009</u>    |                  |
|                                              |      |   | 4250             | 2281           |                  |
| <b>Creditors:</b>                            |      |   |                  |                |                  |
| Amounts falling due within one year          |      |   | <u>152834</u>    | <u>-153568</u> |                  |
| <b>Net Current Liabilities</b>               |      |   | <u>148584</u>    |                | <u>-151287</u>   |
| <b>Total assets less current liabilities</b> |      |   | 163153           |                | 160860           |
| <b>Creditors:</b>                            |      |   |                  |                |                  |
| Amounts falling due after more than one year | 6    |   | <u>-169354</u>   |                | <u>-165551</u>   |
|                                              |      |   | <u>-6201</u>     |                | <u>-4691</u>     |
| <b>Capital and Reserves</b>                  |      |   |                  |                |                  |
| Called up share capital                      | 9    |   | 35000            |                | 35000            |
| Profit and loss account                      | 10   |   | <u>-41201</u>    |                | <u>-39691</u>    |
| <b>Equity shareholders' funds</b>            | 8    |   | <u>-6201</u>     |                | <u>-4691</u>     |



**SHENWARD LIMITED**

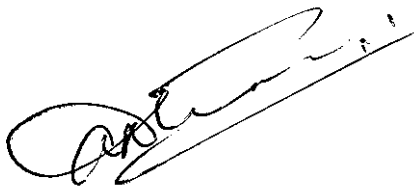
**BALANCE SHEET**  
**Continued)**

**at 31 March 1998**

The directors consider that for the year ended 31 March 1998 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The acknowledge their responsibilities for ensuring that the company keeping accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements which give true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The financial statements on pages 5 to 10 were approved by the board of directors on 2 December 1998 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'A R Dharni', written over a horizontal line.

A R Dharni  
Director

## **SHENWARD LIMITED**

### **NOTES ON FINANCIAL STATEMENTS**

**31 MARCH 1998**

#### **1. ACCOUNTING POLICIES**

##### **Basis of Accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

##### **Depreciation**

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

|                     |                      |
|---------------------|----------------------|
| Freehold buildings  | Nil                  |
| Fixtures & Fittings | 10% reducing balance |

##### **Government Grants**

Government grants on capital expenditure are credited to a deferral account and are released to revenue over the expected life of the relevant asset by equal annual instalments. Grants of a revenue nature are credited to income in the period to which they relate.

##### **Deferred Taxation**

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

##### **Turnover**

Turnover represents the amount derived from the provision of goods and services which fall within the company's activities stated net of value added tax.

#### **2. OPERATING PROFIT**

|                                                   | <b>1996</b>  | <b>1997</b>  |
|---------------------------------------------------|--------------|--------------|
|                                                   | <b>£</b>     | <b>£</b>     |
| Operating profit (loss) is stated after crediting |              |              |
| Net rental income                                 | <u>23123</u> | <u>11594</u> |
| after charging                                    |              |              |
| Accountancy charges                               | 250          | 250          |
| Depreciation of tangible fixed assets             |              |              |
| (note 4)                                          |              |              |
| owned assets                                      | <u>410</u>   | <u>456</u>   |

**SHENWARD LIMITED**

**NOTES ON FINANCIAL STATEMENTS**

**31 MARCH 1998**

|                                                            |                    |                    |
|------------------------------------------------------------|--------------------|--------------------|
| <b>3. Interest Payable</b>                                 | <b><u>1998</u></b> | <b><u>1997</u></b> |
| On overdrafts and loans wholly repayable within five years | £                  | £                  |

|                  |              |              |
|------------------|--------------|--------------|
| Interest payable | <u>16270</u> | <u>14564</u> |
|------------------|--------------|--------------|

**4. Tangible fixed assets**

|                          | <b>Land<br/>and<br/>Buildings</b> | <b>Plant<br/>and<br/>Machinery</b> | <b>Total</b>  |
|--------------------------|-----------------------------------|------------------------------------|---------------|
| <b>Cost or valuation</b> | <b>£</b>                          | <b>£</b>                           | <b>£</b>      |
| 1st April 1997           | 308045                            | 5628                               | 313673        |
|                          | <u>0</u>                          | <u>0</u>                           | <u>0</u>      |
| 31st March 1998          | <u>308045</u>                     | <u>5628</u>                        | <u>313673</u> |

**Depreciation**

|                 |             |             |
|-----------------|-------------|-------------|
| 1st April 1997  | 1526        | 1526        |
| Charge for year | <u>410</u>  | <u>410</u>  |
| 31 March 1998   | <u>1936</u> | <u>1936</u> |

**Net book amount**

|                 |               |             |               |
|-----------------|---------------|-------------|---------------|
| 31st March 1998 | <u>308045</u> | <u>3692</u> | <u>311737</u> |
| 1st April 1997  | <u>308045</u> | <u>4102</u> | <u>312147</u> |

**5. Creditors:**  
amounts falling due  
within one year

|                                    |                    |                    |
|------------------------------------|--------------------|--------------------|
|                                    | <b><u>1998</u></b> | <b><u>1997</u></b> |
|                                    | £                  | £                  |
| Other taxation and social security | 0                  | 0                  |
| Directors Loan Account             | 148934             | 152548             |
| Creditors & Accruals               | 660                | 1020               |
| VAT                                | 207                | 0                  |
| Bank Overdraft                     | <u>3033</u>        | <u>0</u>           |
|                                    | <u>152834</u>      | <u>153568</u>      |

**SHENWARD LIMITED**  
**NOTES ON FINANCIAL STATEMENTS**  
**31 MARCH 1998**

**6. Creditors amounts falling due after more than one year**

|            | <u>1998</u> | <u>1997</u> |
|------------|-------------|-------------|
|            | £           | £           |
| Bank Loans | 169354      | 165551      |

**7. Debtors**

|                  |             |             |
|------------------|-------------|-------------|
| VAT              | 0           | 453         |
| Rental Income    | 4091        | 556         |
| Prepaid Expenses | <u>159</u>  | <u>0</u>    |
|                  | <u>4250</u> | <u>1009</u> |

**8. Reconciliation of movements in shareholders' funds**

|                                      | <u>1998</u>  | <u>1997</u>  |
|--------------------------------------|--------------|--------------|
|                                      | £            | £            |
| Loss for the financial year          | <u>-1510</u> | <u>-7822</u> |
| Net deduction to shareholders' funds | <u>-1510</u> | <u>-7822</u> |
| Opening shareholders' funds          | <u>-4691</u> | <u>-3131</u> |
| Closing shareholders' funds          | <u>-6201</u> | <u>-4691</u> |

**9. Called up share capital**

|                                   | <u>1998</u>      |              | <u>1997</u>      |              |
|-----------------------------------|------------------|--------------|------------------|--------------|
|                                   | Number of Shares |              | Number of Shares |              |
|                                   | £                |              | £                | £            |
| Authorised                        |                  |              |                  |              |
| Ordinary shares of £1 each        | <u>35000</u>     | <u>35000</u> | <u>35000</u>     | <u>35000</u> |
| Allotted called up and fully paid |                  |              |                  |              |
| Ordinary shares of £1 each        | <u>35000</u>     | <u>35000</u> | <u>35000</u>     | <u>35000</u> |

**SHENWARD LIMITED**  
**NOTES ON FINANCIAL STATEMENTS**

**31 MARCH 1998**

**10. Profit and Loss Account**

|                            | <u>1998</u>   | <u>1997</u>   |
|----------------------------|---------------|---------------|
|                            | £             | £             |
| 1st April 1997             | -39691        | -31869        |
| Retained Loss for the year | <u>-1510</u>  | <u>-7822</u>  |
| 31st March 1998            | <u>-41201</u> | <u>-39691</u> |