

Reg.no. 1147001

TEDPORT LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 1999



TEDPORT LIMITED
DIRECTORS' REPORT

The directors present herewith their annual report, together with the financial statements of the company for the year ended 31st October 1999.

PRINCIPAL ACTIVITY

The company's principal activities during the year were those of property investment and vehicle hiring.

DIRECTORS AND THEIR INTERESTS

The directors of the company at 31st October 1999 and their interests in the share capital of the company were as follows:

| | <u>Number of shares</u> | |
|----------------------|--------------------------|--|
| | <u>31st October 1999</u> | <u>1st November 1998 or subsequent date of appointment</u> |
| D. F. Latchford | 52 | 52 |
| Mrs. J. Curtis | 16 | 16 |
| Mrs. J. E. O'Donnell | 16 | 16 |

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 and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

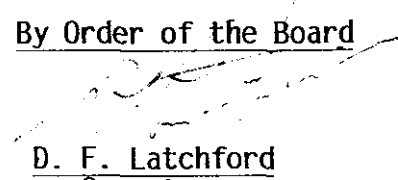
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements 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 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.

SMALL COMPANY EXEMPTIONS

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

By Order of the Board


D. F. Latchford
Secretary

25th July 2000

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS OF
TEDPORT LIMITED

In accordance with instructions given to us, we have prepared the the financial statements set out on pages 3 to 10 from the accounting records of Tedport Limited, and from the information and explanations supplied to us by the management of the company. We have not audited the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.


HARTLEY FOWLER
Chartered Accountants

Pavilion View
19 New Road
Brighton
BN1 1EY

25th July 2000

TEDPORT LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST OCTOBER 1999

| | <u>Notes</u> | <u>1999</u> £ | <u>1998</u> £ |
|--|--------------|---------------------|-------------------|
| TURNOVER | 2 | 31,533 | 31,922 |
| Cost of sales | | (5,101) | (5,405) |
| GROSS PROFIT | | <u>26,432</u> | <u>26,517</u> |
| Distribution costs | | (18,671) | (23,222) |
| Other operating income | 3 | 140 | - |
| OPERATING PROFIT | 4 | <u>4,878</u> | <u>3,295</u> |
| Profit on disposal of fixed assets | | - | 2,001 |
| Interest receivable | 6 | 1 | 206 |
| Interest payable | 7 | (1,730) | (2,465) |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | <u>3,149</u> | <u>3,037</u> |
| Tax on profit on ordinary activities | 8 | (770) | (369) |
| RETAINED PROFIT FOR THE YEAR | | <u>2,379</u> | <u>2,668</u> |
| RETAINED PROFIT/(LOSS) BROUGHT FORWARD | | 506 | (2,162) |
| RETAINED PROFIT CARRIED FORWARD | | <u><u>2,885</u></u> | <u><u>506</u></u> |

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit or loss as shown above.

CONTINUING OPERATIONS

None of the company's activities was acquired or discontinued during the accounting periods shown above.

TEDPORT LIMITED
BALANCE SHEET
AS AT 31ST OCTOBER 1999

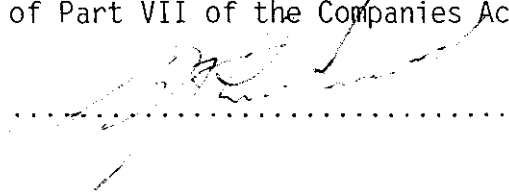
| | <u>Notes</u> | £ | <u>1999</u> | £ | £ | <u>1998</u> | £ |
|---|--------------|---|-------------|----------|---|-------------|----------|
| FIXED ASSETS | | | | | | | |
| Tangible assets | 9 | | | 220,061 | | | 226,748 |
| CURRENT ASSETS | | | | | | | |
| Debtors | 10 | | 116 | | | 328 | |
| Cash at bank | | | 2,896 | | | 558 | |
| | | | 3,012 | | | 886 | |
| CREDITORS - amounts falling due within one year | 11 | | 36,388 | | | 35,378 | |
| NET CURRENT LIABILITIES | | | | (33,376) | | | (34,492) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | 186,685 | | | 192,256 |
| CREDITORS - amounts falling due after more than one year | 12 | | | 9,545 | | | 17,495 |
| TOTAL NET ASSETS | | | | 177,140 | | | 174,761 |
| Financed by: | | | | | | | |
| CAPITAL AND RESERVES | | | | | | | |
| Called up share capital | 14 | | | 100 | | | 100 |
| Revaluation reserve | 15 | | | 174,155 | | | 174,155 |
| Profit and loss account | | | | 2,885 | | | 506 |
| SHAREHOLDERS' FUNDS | 16 | | | 177,140 | | | 174,761 |

The financial statements were approved by the Board of Directors on
25th July 2000

For the year in question, the company was entitled to exemption from an audit under section 249A(1) of the Companies Act 1985. No notice has been deposited under section 249B(2) of the Act in relation to the accounts for the financial year. The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985; and
- (b) preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.

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



D. F. Latchford (Director)

TEDPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 1999

1. ACCOUNTING POLICIES

1.1 Accounting conventions

The financial statements are prepared under the historical cost convention, modified to include the revaluation of freehold land and buildings, and in accordance with applicable accounting standards.

1.2 Turnover

Turnover represents the invoiced amounts of goods sold and services provided, net of value added tax, and rents receivable from investment properties.

1.3 Depreciation of tangible assets

Depreciation is provided on all tangible assets, other than freehold land and buildings, at rates calculated to write off the cost or valuation, less estimated residual value of each asset over its expected useful life as follows:

| | |
|------------------|-------------------------------------|
| Office equipment | - 25% per annum on reducing balance |
| Motor vehicles: | - 25% per annum on reducing balance |

1.4 Hire purchase commitments

Assets acquired under hire purchase contracts are capitalised in the balance sheet and are depreciated over their expected useful lives.

1.5 Investment properties

Investment properties are subject to annual valuations and are stated at their open market value based on such valuations. Changes in the value of the investment properties are disclosed as movements on revaluation reserve. In accordance with Statement of Standard Accounting Practice No. 19, investment properties are not depreciated; the directors consider that this accounting policy, which represents a departure from the statutory accounting principles, is necessary to provide a true and fair view.

2. TURNOVER

| | <u>Turnover</u> | | <u>Pre-tax profit/(loss)</u> | |
|------------------|-----------------|---------------|------------------------------|--------------|
| | <u>1999</u> | <u>1998</u> | <u>1999</u> | <u>1998</u> |
| | <u>£</u> | <u>£</u> | <u>£</u> | <u>£</u> |
| Vehicle hire | 7,501 | 5,553 | (5,814) | (8,559) |
| Rents receivable | 24,032 | 26,369 | 8,963 | 11,596 |
| | <u>31,533</u> | <u>31,922</u> | <u>3,149</u> | <u>3,037</u> |

The turnover and pre-tax profit are wholly attributable to the company's main activity.

The turnover arises entirely in the United Kingdom.

TEDPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST OCTOBER 1999

3. OTHER OPERATING INCOME

| | <u>1999</u> £ | <u>1998</u> £ |
|--------------|------------------|------------------|
| Other income | 140 | - |

4. OPERATING PROFIT

| | <u>1999</u> £ | <u>1998</u> £ |
|--|------------------|------------------|
| 4.1 This is stated after charging: Depreciation | 6,687 | 8,916 |

5. EMPLOYEE INFORMATION

| | <u>1999</u> £ | <u>1998</u> £ |
|---|------------------|------------------|
| 5.1 There were no employees other than the directors. | | |
| 5.2 Directors' emoluments: Emoluments including pension contributions to money purchase (defined contribution) schemes. | 3,000 | - |

6. INTEREST RECEIVABLE

| | <u>1999</u> £ | <u>1998</u> £ |
|-----------------------|------------------|------------------|
| Bank deposit interest | 1 | 206 |

7. INTEREST PAYABLE

| | <u>1999</u> £ | <u>1998</u> £ |
|--|------------------|------------------|
| Bank overdraft wholly repayable within 5 years | 53 | - |
| Bank loan wholly repayable within 5 years | 1,257 | 1,592 |
| Hire purchase contracts | 473 | 873 |
| | <u>1,783</u> | <u>2,465</u> |

TEDPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST OCTOBER 1999

8. TAX ON PROFIT ON ORDINARY ACTIVITIES

| | <u>1999</u> £ | <u>1998</u> £ |
|--|------------------|------------------|
| 8.1 Based on the results of the year: | | |
| U.K. corporation tax at 20% (1998 - 21%) | 752 | 370 |
| 8.2 Adjustments relating to previous years: | | |
| Corporation tax | 18 | (1) |
| | <u>770</u> | <u>369</u> |
| 8.3 The company is a close company within the terms of section 414 of the Income and Corporation Taxes Act 1988. | | |

9. TANGIBLE FIXED ASSETS

| | <u>Freehold investment properties</u> £ | <u>Plant Motor vehicles</u> £ | <u>Motor vehicles</u> £ | <u>Total</u> £ |
|---|--|--|--------------------------------|-------------------|
| Cost or valuation: | | | | |
| At 1st November 1998 & At 31st October 1999 | 200,000 | 1,818 | 47,200 | 249,018 |
| Depreciation: | | | | |
| At 1st November 1998 | - | 1,418 | 20,852 | 22,270 |
| Charge for year | - | 100 | 6,587 | 6,687 |
| At 31st October 1999 | - | 1,518 | 27,439 | 28,957 |
| Net book value at 31st October 1999 | <u>200,000</u> | <u>300</u> | <u>19,761</u> | <u>220,061</u> |
| Net book value at 31st October 1998 | <u>200,000</u> | <u>400</u> | <u>26,348</u> | <u>226,748</u> |
| Cost or valuation at 31st October 1999 comprises: | | | | |
| Valuation | 200,000 | - | - | 200,000 |
| At cost | - | 1,818 | 47,200 | 49,018 |
| | <u>200,000</u> | <u>1,818</u> | <u>47,200</u> | <u>249,018</u> |

TEDPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST OCTOBER 1999

9. TANGIBLE FIXED ASSETS (continued)

Included in the amounts for motor vehicles above are the following amounts relating to assets which are subject to hire purchase contracts.

| | |
|----------------------------------|--------|
| Cost: | |
| At 1st November 1998 | 21,476 |
| At 31st October 1999 | 21,476 |
| Accumulated depreciation: | |
| At 1st November 1998 | 5,369 |
| At 31st October 1999 | 9,396 |
| Depreciation charged during year | 4,027 |
| Net book value: | |
| At 31st October 1999 | 12,080 |
| At 31st October 1998 | 16,107 |

| 10. DEBTORS | <u>1999</u> <u>£</u> | <u>1998</u> <u>£</u> |
|-----------------------------|-------------------------|-------------------------|
| Value Added Tax recoverable | 116 | 328 |
| | <u>116</u> | <u>328</u> |

| 11. CREDITORS - amounts falling due within one year | <u>1999</u> <u>£</u> | <u>1998</u> <u>£</u> |
|---|-------------------------|-------------------------|
| Bank overdraft | - | 146 |
| Bank loans wholly repayable within five years | 4,000 | 4,000 |
| Obligations under hire purchase contracts (note 13) | 4,000 | 4,000 |
| Corporation tax | 752 | 370 |
| Directors' current accounts | 18,958 | 21,328 |
| Other creditors | 8,678 | 5,534 |
| | <u>36,388</u> | <u>35,378</u> |

TEDPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST OCTOBER 1999

| | | | |
|-----|--|--------------------|---|
| 12. | CREDITORS - amounts falling due after more than one year | <u>1999</u> £ | <u>1998</u> £ |
| | Bank loans | 6,282 | 10,232 |
| | Obligations under hire purchase contracts (note 13) | 3,263 | 7,263 |
| | | <u>9,545</u> | <u>17,495</u> |
| 13. | OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS | <u>1999</u> £ | <u>1998</u> £ |
| | Within one year | 4,468 | 4,468 |
| | Between one and five years | 3,653 | 8,121 |
| | | <u>8,121</u> | <u>12,589</u> |
| | Less: finance charges allocated to future periods | 858 | 1,326 |
| | | <u>7,263</u> | <u>11,263</u> |
| | Shown in note 11 | 4,000 | 4,000 |
| | Shown in note 12 | 3,263 | 7,263 |
| | | <u>7,263</u> | <u>11,263</u> |
| 14. | SHARE CAPITAL | | |
| | | <u>Authorised</u> | <u>Allotted, called up and fully paid</u> |
| | | <u>1999</u> No. | <u>1998</u> No. |
| | | <u>1999</u> £ | <u>1998</u> £ |
| | Ordinary shares of £1 each | <u>100</u> | <u>100</u> |
| 15. | REVALUATION RESERVE | <u>1999</u> £ | <u>1998</u> £ |
| | At 1st November 1998 and | | |
| | At 31st October 1999 | 174,155 | 174,155 |

TEDPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST OCTOBER 1999

| 16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS | <u>1999</u> £ | <u>1998</u> £ |
|--|------------------|------------------|
| Profit for the year after taxation | 2,379 | 2,668 |
| Opening shareholders' funds at 1st November 1998 | 174,761 | 172,093 |
| Closing shareholders' funds at 31st October 1999 | <u>177,140</u> | <u>174,761</u> |

17. RELATED PARTY DISCLOSURE

The company was controlled throughout the year by D F Latchford.