



ARTHURANDERSEN

**Thirlcrest Limited**

Accounts 31 July 2000

together with directors' and auditors' reports

Registered number: 1433759



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COMPANIES HOUSE

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15/05/01

**DIRECTORS**

V. Barker

Chairman

G.R. Horsfield

**SECRETARY**

G.R. Horsfield

**REGISTERED OFFICE**

Leck House

80 Deansgate Lane

Timperley

Cheshire

WA14 1SP

## Directors' report

For the year ended 31 July 2000

The directors present their annual report on the affairs of the company, together with the accounts and auditors' report, for the year ended 31 July 2000.

### 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 those accounts, 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 accounts; and
- 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 them to ensure that the accounts 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.

### Principal activities

The principal activities of the company are property developers, building contractors and the management of its investment properties.

### Review of the business

The directors consider the results for the year to be satisfactory.

### Results and dividends

Results and recommended transfers to reserves are as follows:

	£
Retained profit at 1 August 1999	193,070
Profit for the financial year	41,497
	<hr/>
	234,567
Proposed dividend	(200,000)
	<hr/>
Retained profit at 31 July 2000	34,567
	<hr/>

## Directors' report (continued)

### Directors and their interests

The directors who served during the year are as shown below.

V. Barker	Chairman
G.R. Horsfield	

V. Barker and G.R. Horsfield are directors of the parent undertaking and their interest in the shares of that company are disclosed in the accounts of Leck Group Limited.

Neither of the directors had any interest in the shares of the company.

### Auditors

The directors will place a resolution before the annual general meeting to reappoint Binder Hamlyn as auditors for the ensuing year.

In preparing the above report the directors have taken advantage of the special exemptions provided by Part II of Schedule 8 to the Companies Act 1985 applicable to small companies.

By order of the Board,



V. Barker  
Director

Leck House  
80 Deansgate Lane  
Timperley  
Cheshire  
WA14 1SP

12 March 2001



**Binder Hamlyn**

Bank House  
9 Charlotte Street  
Manchester M1 4EU

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**To the Shareholders of Thirlcrest Limited:**

We have audited the accounts on pages 5 to 11 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 7.

**Respective responsibilities of directors and auditors**

As described on page 2 the company's directors are responsible for the preparation of the accounts in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

**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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts and of whether the accounting policies are appropriate to the circumstances of the company, 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 accounts 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 accounts.

**Opinion**

In our opinion the accounts give a true and fair view of the state of affairs of the company at 31 July 2000 and of the company's profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**Binder Hamlyn**

**Chartered Accountants and Registered Auditors**

Bank House  
9 Charlotte Street  
Manchester  
M1 4EU

12 March 2001

**Profit and loss account**  
For the year ended 31 July 2000

	Notes	2000 £	1999 £
Administrative expenses		(195,990)	(74,357)
Other operating income		273,275	142,802
<b>Operating profit</b>		<u>77,285</u>	<u>68,445</u>
Interest payable	2	(35,371)	(65,344)
<b>Profit on ordinary activities before taxation</b>	3	41,914	3,101
Tax on profit on ordinary activities	4	(417)	-
<b>Profit for the financial year</b>	11	<u>41,497</u>	<u>3,101</u>
Proposed dividend	5	(200,000)	-
<b>Retained (loss) profit brought forward</b>		<u>(158,503)</u>	<u>3,101</u>
Retained profit brought forward		193,070	189,969
<b>Retained profit carried forward</b>		<u>34,567</u>	<u>193,070</u>

All activity has arisen from continuing operations. The company has no recognised gains or losses other than the profit for the financial year.

A statement of movements on reserves is given in note 11.

The accompanying notes are an integral part of this profit and loss account.

# Balance sheet

31 July 2000

	Notes	2000 £	1999 £
<b>Fixed assets</b>			
Tangible assets	6	<u>792,394</u>	<u>785,030</u>
<b>Current assets</b>			
Debtors	7	169,111	1,458
<b>Creditors:</b> Amounts falling due within one year	8	<u>(874,594)</u>	<u>(541,074)</u>
<b>Net current liabilities</b>		<u>(705,483)</u>	<u>(539,616)</u>
<b>Net assets</b>		<u>86,911</u>	<u>245,414</u>
<b>Capital and reserves</b>			
Called-up share capital	10	8,250	8,250
Revaluation reserve	11	44,094	44,094
Profit and loss account	11	<u>34,567</u>	<u>193,070</u>
<b>Equity shareholders' funds</b>		<u>86,911</u>	<u>245,414</u>

In preparing the accounts the directors have taken advantage of the special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 applicable to small companies on the grounds that, in their opinion, the company is small and is therefore entitled to those exemptions.

**Signed on behalf of the Board**



V. Barker  
Director

12 March 2001

The accompanying notes are an integral part of this balance sheet.

## Notes to the accounts

31 July 2000

### 1 Accounting policies

A summary of the principal accounting policies, all of which have been applied consistently throughout the current year and the preceding year, is set out below.

#### a) Basis of accounting

The accounts have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with applicable accounting standards.

#### b) Investment properties

Investment properties are included in the accounts at open market value and, in accordance with Statement of Standard Accounting Practice No 19, are not depreciated or amortised. This departure from the requirements of the Companies Act 1985 is necessary for the accounts to give a true and fair view in accordance with applicable accounting standards. The financial effect of the departure from the statutory accounting rules is not material.

#### c) Deferred taxation

Deferred taxation is provided using the liability method on all timing differences only to the extent that they are expected to reverse in the future without being replaced.

### 2 Interest payable

	2000 £	1999 £
On amounts owed to parent undertaking	<u>35,371</u>	<u>65,344</u>

### 3 Profit on ordinary activities before taxation

Profit on ordinary activities before taxation is stated after crediting:

	2000 £	1999 £
Rent receivable	<u>130,875</u>	<u>142,802</u>
and after charging:		
Auditors' remuneration	250	250
Directors' emoluments	<u>75,000</u>	<u>16,000</u>



## Notes to the accounts (continued)

### 4 Tax on profit on ordinary activities

The tax charge is based on the profit for the year end comprises:

	2000 £	1999 £
Corporation tax at 16.9%	<u>417</u>	<u>-</u>

Full provision for deferred taxation would have resulted in an increase in the tax charge of £3,000 (1999 - decrease of £1,000).

### 5 Proposed dividend

	2000 £	1999 £
Proposed final dividend of £266.67 (1999 - £nil) per ordinary share	<u>200,000</u>	<u>-</u>

### 6 Tangible fixed assets

	Freehold investment properties £
<b>Cost or valuation</b>	
Beginning of year	785,030
Additions	<u>7,364</u>
End of year	<u>792,394</u>

The investment properties have been valued by the directors.

	£
<b>Analysis of cost or valuation:</b>	
Cost	272,394
Valuation – 2000	<u>520,000</u>
31 July 2000	<u>792,394</u>

The historical cost of the freehold investment properties included at a valuation, amounts to £748,300 (1999 - £740,936).

## Notes to the accounts (continued)

### 7 Debtors

Amounts falling due within one year:

	2000 £	1999 £
Amounts owed by related undertaking	167,653	-
Other debtors	1,458	1,458
	<u>169,111</u>	<u>1,458</u>

### 8 Creditors: Amounts falling due within one year

	2000 £	1999 £
Amounts owed to related undertakings	581,036	487,466
Other creditors	293,558	53,608
	<u>874,594</u>	<u>541,074</u>

### 9 Deferred taxation

The total potential tax liability is as follows:

	2000 £	1999 £
Accelerated capital allowances	<u>145,000</u>	<u>142,000</u>

No taxation liability exists in respect of the revaluation surplus arising on the investment properties.

# Notes to the accounts (continued)

## 10 Called-up share capital

	2000 £	1999 £
<i>Authorised</i>		
92,500 ordinary shares of £1 each	92,500	92,500
7,500 deferred shares of £1 each	7,500	7,500
	<u>100,000</u>	<u>100,000</u>

	2000 £	1999 £
<i>Allotted, called-up and fully paid</i>		
750 ordinary shares of £1 each	750	750
7,500 deferred ordinary shares of £1 each	7,500	7,500
	<u>8,250</u>	<u>8,250</u>

## 11 Reserves

Of total reserves shown in the balance sheet, the following amounts are regarded as distributable or otherwise:

	2000 £	1999 £
<i>Distributable</i>		
- profit and loss account	34,567	193,070
<i>Non-distributable</i>		
- revaluation reserve	44,094	44,094
<b>Total reserves</b>	<u>78,661</u>	<u>237,164</u>

	Revaluation reserve £	Profit and loss account £	Total £
Beginning of year	44,094	193,070	237,164
Retained profit for the year	-	41,497	41,497
Proposed dividend	-	(200,000)	(200,000)
End of year	<u>44,094</u>	<u>34,567</u>	<u>78,661</u>

## Notes to the accounts (continued)

### 12 Reconciliation of movements in equity shareholders' funds

	2000	1999
	£	£
Profit for the financial year	41,497	3,101
Proposed dividend	(200,000)	-
Net (reduction) addition to equity shareholders' funds	(158,503)	3,101
Opening equity shareholders' funds	245,414	242,313
Closing equity shareholders' funds	86,911	245,414

### 13 Cash flow statement

As permitted by Financial Reporting Standard No. 1, the company has not produced a cash flow statement as it is a wholly owned subsidiary undertaking of Leck Group Limited (a company registered in England and Wales), which has produced a group cash flow statement in its accounts.

### 14 Ultimate parent company

The company is a subsidiary undertaking of Leck Group Limited, a company registered in England.

As a subsidiary undertaking of Leck Group Limited, the company has taken advantage of the exemption in FRS 8 "Related party disclosures" from disclosing transactions with other members of the group headed by Leck Group Limited.