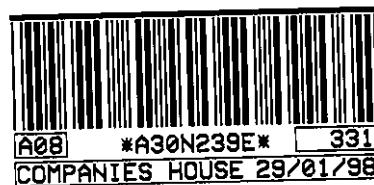


ANVERMEAD PROPERTIES LIMITED

FINANCIAL STATEMENTS

31ST MARCH 1997

Registered number: 2466673



ANVERMEAD PROPERTIES LIMITED

FINANCIAL STATEMENTS

for the year ended 31st March 1997

CONTENTS

| | Page |
|-------------------------|-------|
| Company information | 1 |
| Directors' report | 2 |
| Accountants' report | 3 |
| Profit and loss account | 4 |
| Balance sheet | 5 |
| Notes | 6 - 8 |

The following page does not form part of the statutory accounts

| | |
|---|------------|
| Detailed trading and profit and loss account | Appendix 1 |
|---|------------|

ANVERMEAD PROPERTIES LIMITED

COMPANY INFORMATION

31st March 1997

DIRECTORS

A I Patel
Mrs H Patel

SECRETARY

Mrs H Patel

REGISTERED OFFICE

Park House
26 North End Road
London NW11 7PT

ACCOUNTANTS

Kramers
Park House
26 North End Road
London NW11 7PT

ANVERMEAD PROPERTIES LIMITED

DIRECTORS' REPORT

31st March 1997

The directors present their report and the financial statements for the year ended 31st March 1997.

Principal activity

The principal activity of the company has continued to be that of an investment company.

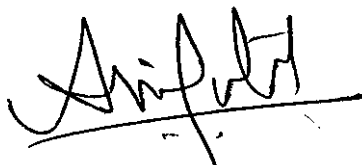
Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

| | 31st March 1997 Ordinary shares | 1st April 1996 Ordinary shares |
|-------------|---------------------------------------|--------------------------------------|
| A I Patel | 1 | 1 |
| Mrs H Patel | 1 | 1 |

Small company exemptions

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



On behalf of the board

A I Patel
Director

Park House
26 North End Road
London NW11 7PT

27 January 1998

ANVERMEAD PROPERTIES LIMITED

ACCOUNTANTS' REPORT

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31st March 1997, set out on pages 4 to 8, and you consider that the company is exempt both from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Kramers
Park House
26 North End Road
London NW11 7PT

28 January 1998

ANVERMEAD PROPERTIES LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31st March 1997

| | Note | 1997 £ | 1996 £ |
|---|------|-----------|-----------|
| Turnover | 2 | 50,688 | 47,996 |
| Net operating expenses | | | |
| Administrative expenses | | (55,318) | (34,550) |
| Other operating income | | 565 | 1,839 |
| (Loss)/profit on ordinary activities before taxation | 3 | (4,065) | 15,285 |
| Taxation | | - | (3,180) |
| (Loss)/profit on ordinary activities after taxation | | (4,065) | 12,105 |
| retained for the year | 9 | | |

Movements in reserves are shown in note 9.

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

There are no recognised gains and losses in 1997 or 1996 other than the (loss)/profit for the year.

ANVERMEAD PROPERTIES LIMITED

BALANCE SHEET

at 31st March 1997

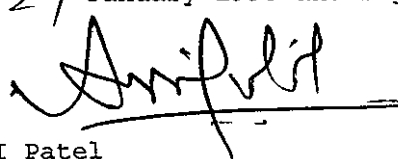
| | Note | £ | 1997 | £ | 1996 | £ |
|---|------|-----------|-----------|-----------|-----------|---|
| Fixed assets | | | | | | |
| Tangible assets | 4 | | 309,984 | | 311,365 | |
| Current assets | | | | | | |
| Debtors | 5 | 8,988 | | 4,004 | | |
| Cash at bank and in hand | | 16,055 | | 647 | | |
| | | | | | | |
| | | 25,043 | | 4,651 | | |
| Creditors: amounts falling due within one year | 6 | (321,733) | | (298,655) | | |
| Net current liabilities | | | (296,690) | | (294,004) | |
| Total assets less current liabilities | | | 13,294 | | 17,359 | |
| Capital and reserves | | | | | | |
| Called up share capital | 8 | | 2 | | 2 | |
| Profit and loss account | 9 | | 13,292 | | 17,357 | |
| Equity shareholders' funds | 7 | | 13,294 | | 17,359 | |

The directors consider that for the year ended 31st March 1997 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 directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements 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, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 4 to 8 were approved by the board of directors on 27 January 1998 and signed on its behalf by:


A I Patel
Director

ANVERMEAD PROPERTIES LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 1997

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 qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents rents receivable.

Depreciation

Depreciation is not provided in respect of freehold properties. The directors consider that because investment properties are included in the accounts at their open market value, this accounting policy results in the accounts giving a true and fair view. Further, it would be neither practicable, nor of real value to determine the depreciation that had been taken into account in arriving at the open market values of the investment properties.

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

| | |
|-----------------------|-------------------------|
| Fixtures and fittings | 25% on reducing balance |
|-----------------------|-------------------------|

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.

2 Turnover

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK. (1996 nil)

3 (Loss)/profit on ordinary activities before taxation

| | 1997 £ | 1996 £ |
|--|-----------|-----------|
| (Loss)/profit on ordinary activities before taxation is stated after crediting | | |
| Interest receivable | 565 | 1,839 |
| Depreciation of tangible fixed assets (note 4) | | |
| owned assets | 1,381 | 1,841 |

ANVERMEAD PROPERTIES LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 1997

4 Tangible fixed assets

| Cost | Land and Buildings £ | Plant and Machinery etc £ | Total £ |
|--|-------------------------------|------------------------------------|------------|
| 1st April 1996 and 31st March 1997 | 305,841 | 25,243 | 331,084 |
| Depreciation | | | |
| 1st April 1996 | - | 19,719 | 19,719 |
| Charge for year | - | 1,381 | 1,381 |
| 31st March 1997 | - | 21,100 | 21,100 |
| Net book amount | | | |
| 31st March 1997 | 305,841 | 4,143 | 309,984 |
| 1st April 1996 | 305,841 | 5,524 | 311,365 |

5 Debtors

| | 1997 £ | 1996 £ |
|-------------------------------------|-----------|-----------|
| Amounts falling due within one year | | |
| Other debtors | 8,988 | 4,004 |
| | 8,988 | 4,004 |

6 Creditors: amounts falling due within one year

| | 1997 £ | 1996 £ |
|-----------------|-----------|-----------|
| Corporation tax | 13 | 3,171 |
| Other creditors | 321,720 | 295,484 |
| | 321,733 | 298,655 |

7 Reconciliation of movements in shareholders' funds

| | 1997 £ | 1996 £ |
|--------------------------------------|-----------|-----------|
| (Loss)/profit for the financial year | (4,065) | 12,105 |
| Opening shareholders' funds | 17,359 | 5,254 |
| Closing shareholders' funds | 13,294 | 17,359 |

ANVERMEAD PROPERTIES LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 1997

8 Called up share capital

| | 1997 | | 1996 | |
|--------------------------------------|-------------------|-------------------|-------------------|-------------------|
| | Number of | £ | Number of | £ |
| | shares | | shares | |
| Authorised | | | | |
| Ordinary shares of £1 each | 1,000 | 1,000 | 1,000 | 1,000 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Allotted called up and fully paid | | | | |
| Ordinary shares of £1 each | 2 | 2 | 2 | 2 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |

9 Profit and loss account

| | 1997 £ |
|----------------------------|-------------------|
| 1st April 1996 | 17,357 |
| Retained loss for the year | (4,065) |
| | <u> </u> |
| 31st March 1997 | <u>13,292</u> |