

6-5-99
Company Registration No. 809095 (England and Wales)

GREGORY MARCAR (PROPERTIES) LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999



GREGORY MARCAR (PROPERTIES) LIMITED

COMPANY INFORMATION

Directors

G.H. Marcar
E.S.P. Marcar
Mrs H. McCourt
M.J. Marcar

Secretary

C Smith

Company number

809095

Registered office

Marcar House
Parkshot
Richmond
Surrey
TW9 2RG

Auditors

Crane & Partners
Rutland House
44 Masons Hill
Bromley
Kent
BR2 9EQ

Business address

Marcar House
Parkshot
Richmond
Surrey
TW9 2RG

GREGORY MARCAR (PROPERTIES) LIMITED

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GREGORY MARCAR (PROPERTIES) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 1999

The directors present their report and financial statements for the year ended 31 March 1999 .

Principal activities

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

On 29 June 1998 the company repurchased 7405 Ordinary £1 shares for total consideration of £194,355.

Directors

The following directors have held office since 1 April 1998:

G.H. Marcar

E.S.P. Marcar

Mrs H. McCourt

M.J. Marcar

Mrs H. Culleton

(Resigned 29 June 1998)

Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 March 1999	1 April 1998
G.H. Marcar	-	3,705
E.S.P. Marcar	6,783	5,337
Mrs H. McCourt	6,488	4,906
M.J. Marcar	9,324	8,647

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Crane & Partners be reappointed as auditors of the company will be put to the Annual General Meeting.

GREGORY MARCAR (PROPERTIES) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 1999

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;
- 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.

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



C Smith

Secretary

26th October 1999

GREGORY MARCAR (PROPERTIES) LIMITED

AUDITORS' REPORT

TO THE SHAREHOLDERS OF GREGORY MARCAR (PROPERTIES) LIMITED

We have audited the financial statements on pages 4 to 10 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 financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Crane & Partners

Chartered Accountants
Registered Auditor

29th October 1999

Rutland House
44 Masons Hill
Bromley
Kent
BR2 9EQ

GREGORY MARCAR (PROPERTIES) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1999

	Notes	1999 £	1998 £
Turnover		86,209	88,376
Administrative expenses		(68,299)	(68,994)
Operating profit	2	17,910	19,382
Profit on sale of property	2	-	590,751
Profit on ordinary activities before interest		17,910	610,133
Other interest receivable and similar income	3	56,117	8,147
Interest payable and similar charges		(702)	(8,225)
Profit on ordinary activities before taxation		73,325	610,055
Tax on profit on ordinary activities	4	(18,448)	(211,902)
Profit on ordinary activities after taxation		54,877	398,153
Dividends		(38,000)	(25,000)
Retained profit for the year	11	16,877	373,153

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

GREGORY MARCAR (PROPERTIES) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1999

Note of historical cost profits and losses

	1999 £	1998 £
Reported profit on ordinary activities before taxation	73,325	610,055
Realisation of property revaluation gains of previous years	-	300,000
	<hr/>	<hr/>
Historical cost profit on ordinary activities before taxation	73,325	910,055
	<hr/>	<hr/>
Historical cost profit for the year retained after taxation, extraordinary items and dividends	16,877	673,153
	<hr/>	<hr/>

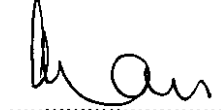
GREGORY MARCAR (PROPERTIES) LIMITED

BALANCE SHEET AS AT 31 MARCH 1999

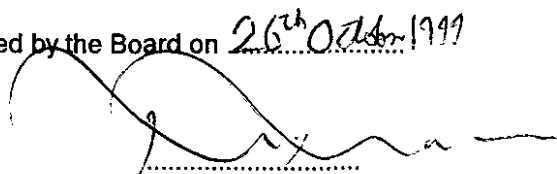
	Notes	1999 £	£	1998 £	£
Fixed assets					
Tangible assets	5 and 6		1,046,582		615,154
Current assets					
Debtors	7	53,698		3,668	
Cash at bank and in hand		599,769		1,271,721	
		<u>653,467</u>		<u>1,275,389</u>	
Creditors: amounts falling due within one year	8	<u>(67,693)</u>		<u>(515,921)</u>	
Net current assets			<u>585,774</u>		<u>759,468</u>
Total assets less current liabilities			<u>1,632,356</u>		<u>1,374,622</u>
Capital and reserves					
Called up share capital	10		22,595		30,000
Revaluation reserve	11		858,406		422,222
Other reserves	11		7,405		-
Profit and loss account	11		743,950		922,400
Shareholders' funds - equity interests	12		<u>1,632,356</u>		<u>1,374,622</u>

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

The financial statements were approved by the Board on 26th October 1999



E.S.P. Marcar
Director



M.J. Marcar
Director

GREGORY MARCAR (PROPERTIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings.

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets include investment properties professionally valued by Martin Campbell, Chartered Surveyors on an existing use open market value basis. Other tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	15% on a straight line basis
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1.5 Investment Property

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

2 Operating profit

	1999	1998
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	8,134	6,613
Auditors' remuneration	1,600	1,200
Directors' emoluments	19,455	6,000
	<u> </u>	<u> </u>

3 Other interest receivable and similar income

	1999	1998
	£	£
Bank interest	56,117	8,147
	<u> </u>	<u> </u>

GREGORY MARCAR (PROPERTIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

4	Taxation	1999	1998
		£	£
	U.K. current year taxation		
	U.K. corporation tax at 24% (1998 - 31%)	18,448	212,521
	Prior years		
	U.K. corporation tax	-	(619)
		<u>18,448</u>	<u>211,902</u>
		<u><u>18,448</u></u>	<u><u>211,902</u></u>
5	Tangible fixed assets		
			Plant and machinery etc £
	Cost or valuation		
	At 1 April 1998		44,094
	Additions		3,378
			<u>47,472</u>
	At 31 March 1999		47,472
	Depreciation		
	At 1 April 1998		12,756
	Charge for the year		8,134
			<u>20,890</u>
	At 31 March 1999		20,890
	Net book value		
	At 31 March 1999		26,582
			<u>26,582</u>
	At 31 March 1998		31,338
			<u><u>31,338</u></u>

GREGORY MARCAR (PROPERTIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

6 Tangible fixed assets

	Investment properties £
Cost or valuation	
At 1 April 1998	583,816
Revaluation	436,184
	<u>1,020,000</u>
At 31 March 1999	<u>1,020,000</u>

The investment property was valued by the directors at 31 March 1999 on an open market basis.

The historical cost of this property was £127,778 (1998 - £127,778).

7 Debtors	1999 £	1998 £
Other debtors	<u>53,698</u>	<u>3,668</u>

8 Creditors: amounts falling due within one year	1999 £	1998 £
Taxation and social security	13,932	408,425
Other creditors	53,761	107,496
	<u>67,693</u>	<u>515,921</u>

9 Provisions for liabilities and charges

Deferred tax is provided at 30% (1998 - 31%) analysed over the following timing differences:

	1999 £	Not provided 1998 £	1999 £	Provided 1998 £
Surplus on revaluation of land and buildings	<u>257,582</u>	<u>130,889</u>	<u>-</u>	<u>-</u>

GREGORY MARCAR (PROPERTIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

10 Share capital	1999 £	1998 £
Authorised		
40,000 Ordinary shares of £ 1 each	40,000	40,000
Allotted, called up and fully paid		
22,595 Ordinary shares of £ 1 each	22,595	30,000

On 29 June 1998 the company repurchased 7405 Ordinary £1 shares for total consideration of £194,355.

11 Statement of movements on reserves

	Revaluation reserve £	Other reserves £	Profit and loss account £
Balance at 1 April 1998	422,222	-	922,400
Retained profit for the year	-	-	16,877
Purchase of own shares	-	-	(195,327)
Revaluation during the year	436,184	-	-
Movement during the year	-	7,405	-
Balance at 31 March 1999	858,406	7,405	743,950

12 Reconciliation of movements in shareholders' funds	1999 £	1998 £
Profit for the financial year	54,877	398,153
Dividends	(38,000)	(25,000)
	16,877	373,153
Other recognised gains and losses	436,184	-
Purchase of own shares	(195,327)	-
Net addition to shareholders' funds	257,734	373,153
Opening shareholders' funds	1,374,622	1,001,469
Closing shareholders' funds	1,632,356	1,374,622

13 Related party transactions

During the year the company received rent and service charges of £47,825 from Alexander Marcar and Company Limited and Marcar Steel and Engineering Limited, companies under common control. At 31st March 1999 the company owed £2,508 to Marcar Steel and Engineering Limited.