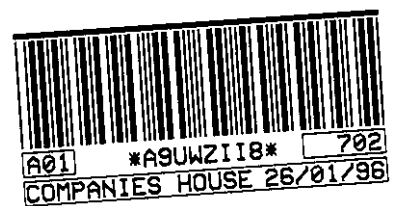


Company Registered Number: 343238

HORSENDEN ESTATES LIMITED

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1995

PORTER, GEE & CO.
CHARTERED ACCOUNTANTS
LONDON



HORSENDEN ESTATES LIMITED**PROPERTY INVESTMENT****Registered Office: Walmar House, 288-300 Regent Street, London W1R 5HF****REPORT OF THE DIRECTORS**

The Directors have pleasure in presenting their annual report together with the accounts of the Company for the year ended 31 March 1995.

PRINCIPAL ACTIVITY

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

RESULTS

Gross Rents Received	£ 25,716
	<u> </u>
The Profit for the Year is:	£ 36,299
Which requires a provision for taxation of:	<u>9,924</u>
Leaving a Profit after taxation of:	26,375
The Directors recommend the payment of a final dividend in respect of the year of 9,000% absorbing	<u>18,000</u>
Leaving a Profit to be retained of:	8,375
To which must be added the retained profit brought forward of:	<u>169,284</u>
To leave a retained profit to be carried forward of:	<u>£177,659</u>

DIRECTORS

The Directors and their shareholdings during the year were as follows:-

	<u>Shareholdings</u>	
	<u>At 31 March 1995</u>	<u>At 1 April 1994</u>
U. M. DARRELL	Nil	Nil
J. D. DARRELL	5	5
R. V. FLEMING-YATES	2	2
N.J.D. DARRELL	5	5
C. L. DARRELL	94	94
G. M. FINN	94	94
	<u> </u>	<u> </u>

HORSENDEN ESTATES LIMITED

REPORT OF THE DIRECTORS (Continued)

DIRECTORS RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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 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 to operate.

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.

AUDITING EXEMPTION

The directors confirm that the company is entitled for the year ended 31 March 1995 to the exemption from audit of its financial statements conferred by subsection (1) of section 249A of the Companies Act 1985.

The directors further confirm that no notice has been deposited by members requiring the company to obtain an audit of its financial statements for that year.

AUDITORS

Messrs. Porter, Gee & Co., Chartered Accountants, will continue in office as Auditors to the Company under the terms of Section 386 of the Companies Act 1985.

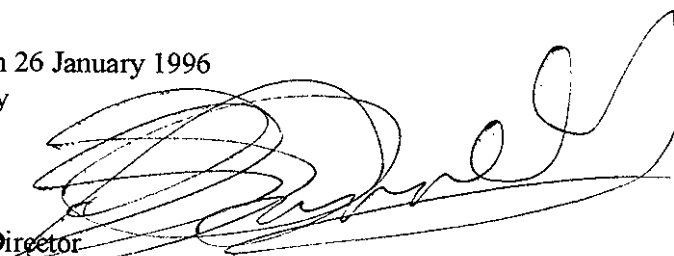
ACCOUNTING EXEMPTION

The directors have taken advantage in preparing of their report and accounts of the exemptions applicable to small companies under the Companies Act 1985.

Approved by the Board on 26 January 1996
and signed on its behalf by

J. D. DARRELL

Company Secretary and Director

A large, stylized handwritten signature in black ink, appearing to read 'J. D. Darrell', is written over the printed name and title.

HORSENDEN ESTATES LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1995**

	1995 £	1994 £
GROSS RENTS RECEIVABLE	25,716	29,618
Property Expenses	<u>3,340</u>	<u>3,500</u>
NET PROPERTY REVENUE	22,376	26,118
Deduct: Administration Expenses		
Auditors' Remuneration	1,174	990
Interest Payable	209	191
Other Management Expenses (Note 2)	<u>133</u>	<u>142</u>
	1,516	1,323
	<u>20,860</u>	<u>24,795</u>
OTHER INCOME		
Interest Receivable (Note 3)	<u>15,439</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	36,299	24,795
ESTIMATED TAXATION (Note 4)	<u>9,924</u>	<u>6,199</u>
PROFIT FOR THE FINANCIAL YEAR FROM ORDINARY ACTIVITIES AFTER TAXATION	26,375	18,596
DIVIDENDS		
Proposed Final Dividend 9,000% (1994 - 9,000%)	18,000	18,000
RETAINED PROFIT FOR THE YEAR BEING NET ADDITION TO SHAREHOLDERS FUNDS	<u>8,375</u>	<u>596</u>
RETAINED PROFIT , brought forward	169,284	70,388
Transfer from Capital Reserve (Note 10)	<u>-</u>	<u>98,300</u>
	169,284	168,688
RETAINED PROFIT , carried forward	<u>177,659</u>	<u>169,284</u>

STATEMENT OF MOVEMENTS OF SHAREHOLDERS FUNDS

SHAREHOLDERS FUNDS , brought forward	169,484	98,233
NET ADDITION , as above	8,375	596
PROFIT ON DISPOSAL OF FREEHOLD PROPERTY (Note 10)	<u>-</u>	<u>70,655</u>
SHAREHOLDERS FUNDS , carried forward	<u>£177,859</u>	<u>£169,484</u>

The Company had no recognised gains or losses other than the profit for the year and the profit of a freehold property, sold in 1994, as shown in Note 10.

The notes on Pages 5 to 7 form part of these financial statements.

HORSENDEN ESTATES LIMITED**BALANCE SHEET AT 31 MARCH 1995**

	1995	1994
	£	£
TANGIBLE FIXED ASSETS		
Freehold Properties at Cost (Note 5)	1,500	1,500
CURRENT ASSETS	273,188	200,281
Debtors (Note 6)	-	5,167
Bank Balance	<u>273,188</u>	<u>205,448</u>
CREDITORS:- Amounts falling due within one year (Note 7)	<u>101,329</u>	<u>41,964</u>
NET CURRENT ASSETS	<u>171,859</u>	<u>163,484</u>
	173,359	164,984
DEFERRED ASSET		
Advance Corporation Tax Recoverable (Note 8)	<u>4,500</u>	<u>4,500</u>
NET ASSETS	<u><u>177,859</u></u>	<u><u>169,484</u></u>
CAPITAL AND RESERVES		
Called Up Share Capital (Note 9)	200	200
Capital Reserve (Note 10)	-	-
Profit and Loss Account	<u>177,659</u>	<u>169,284</u>
	<u><u>£177,859</u></u>	<u><u>£169,484</u></u>

The directors confirm that the company is entitled for the year ended 31 March 1995 to the exemption from audit of its financial statements conferred by subsection (1) of section 249A of the Companies Act 1985.

The directors further confirm that no notice has been deposited by members requiring the company to obtain an audit of its financial statements for that year.

The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps proper accounting records which comply with the requirements of the Companies Act 1985, and
- ii) 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 for the year in accordance with the requirements of Section 226 of the Act, and which otherwise comply with the requirements of this Act relating to financial statements, so far as applicable to the company.

The directors have taken advantage in the preparation of the accounts of special exemptions applicable to small companies under Schedule 8 Part 1 of the Companies Act 1985. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

Approved by the board of directors on 26 January 1996
and signed on its behalf by:

J. D. DARRELL)

DIRECTORS

U. M. DARRELL)

The notes on Page 5 to 7 form part of these financial statements.

HORSENDEN ESTATES LIMITED**ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1995****NOTES TO ACCOUNTS****1. ACCOUNTING POLICIES**

The following accounting policies have been consistently applied to deal with items considered to be material in relation to the Company's Accounts.

Accounting Convention: The Accounts have been prepared in accordance with the Companies Act 1985, as amended, and with applicable accounting standards.

Historical Cost Convention: The Accounts have been prepared under the historical cost convention.

Freehold Properties: The Company's freehold properties are stated at historical cost, with no indication being given of the current market value of the properties.

Depreciation: No depreciation is provided against the freehold properties as they are held for investment purposes. It is considered that the residual values of the properties would be sufficiently high and their length of useful life so long that any depreciation charge would be insignificant.

Capital Profits and Losses: Profits and losses arising on sales of the Company's properties are dealt with directly through the company's capital reserve. Those reserves were consolidated into revenue reserves at 31 March 1994 as no useful purpose remained for separating these reserves.

Cash Flow Statement: The Company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cash flow statement on the grounds that it is a small company as defined by Section 246-247 of the Companies Act 1985.

2. DIRECTORS' REMUNERATION

None of the directors received any remuneration in the year.
Apart from the Directors, the Company has no other employees.

3. OTHER INCOME

	<u>1995</u>	<u>1994</u>
Interest Receivable - Other Debtors	<u>15,439</u>	<u>-</u>

4. ESTIMATED TAXATION

	<u>1995</u>	<u>1994</u>
Estimated UK Corporation Tax at 25% based upon the Profit for the Year	<u>9,924</u>	<u>6,199</u>

HORSENDEN ESTATES LIMITED**ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1995****NOTES TO ACCOUNTS (Continued)**

5. TANGIBLE FIXED ASSETS	<u>1995</u>	<u>1994</u>
Freehold Properties at Cost	1,500	17,885
Balance at Cost at 1 April 1994	-	16,385
Disposal at Cost		1,500
Balance at Cost at 31 March 1995	<u>1,500</u>	
<p>The Directors are of the opinion that the current market value of these properties is at least the amounts at which the properties are stated in these Accounts, and no useful purpose would be served by giving any other estimate of their value.</p> <p>No depreciation has been provided against the freehold property as it is the practice of the Company to maintain the properties in a continual state of repair. Accordingly the residual value of the properties is considered to be sufficiently high and the length of useful life so long that any depreciation charge would be insignificant.</p>		
6. DEBTORS	<u>1995</u>	<u>1994</u>
Other Debtors	<u>273,188</u>	<u>200,281</u>
7. CREDITORS: Amounts falling due within one year	<u>1995</u>	<u>1994</u>
Rents Receivable in Advance	-	2,728
Bank Overdraft	3,610	-
Accrued Charges	2,221	2,631
Current Corporation Tax	16,268	10,200
Proposed Final Dividend	18,000	18,000
Other Creditors	61,230	8,405
	<u>101,329</u>	<u>41,964</u>
8. DEFERRED ASSET	<u>1995</u>	<u>1994</u>
Advance Corporation Tax	<u>4,500</u>	<u>4,500</u>

The Advance Corporation Tax Payable in respect of the proposed final dividend has been included in current corporation tax. The advance corporation tax is recoverable against the mainstream corporation tax liability for the year in which the related dividend is paid.

HORSENDEN ESTATES LIMITED**ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1995****NOTES TO ACCOUNTS (Continued)**

9. SHARE CAPITAL	<u>1995</u>	<u>1994</u>
Authorised		
500 Ordinary Shares of £1 each	<u>500</u>	<u>500</u>
Authorised, Allotted, Called Up and Fully Paid		
200 Ordinary Shares of £1 each	<u>200</u>	<u>200</u>
 10. CAPITAL RESERVE	 <u>1995</u>	 <u>1994</u>
Balance at 1 April 1993	-	27,645
Surplus on Disposal of Freehold Property net of related taxation	<u>-</u>	<u>70,655</u>
Balance at 31 March 1994	-	98,300
Consolidation into Revenue Reserves	<u>-</u>	<u>98,300</u>
 Balance carried forward at 31 March 1994	 <u>-</u>	 <u>-</u>

The balance on capital reserves of £98,300 at 31 March 1994 was consolidated with revenue reserves as at that date as these represented realised profits and no useful purpose remained for separating these reserves.