

Co. No: 3818861

REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2001
FOR
MERITDREAM LIMITED



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MERITDREAM LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31st December 2001

	Page
Company Information	1
Report of the Director	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	6
Trading and Profit and Loss Account	9

MERITDREAM LIMITED

COMPANY INFORMATION

for the Year Ended 31st December 2001

DIRECTOR: Mrs S M Starr

SECRETARY: WS Starr

REGISTERED OFFICE: 4th Floor
26 The Parade
High Street
Watford
Hertfordshire
WD1 2AA

REGISTERED NUMBER: 3818861

ACCOUNTANTS: Stephen Starr
Chartered Accountants
26 The Parade, High Street
Watford
Hertfordshire WD17 1AA

MERITDREAM LIMITED

REPORT OF THE DIRECTOR
for the Year Ended 31st December 2001

The director presents her report with the financial statements of the company for the year ended 31st December 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property dealing together with consultancy.

DIRECTOR

Mrs SM Starr owned 1 Ordinary share at both 31st December 2000 and 31st December 2001. Mrs SM Starr had a family interest in a further 1 Ordinary share of £1 at both dates.

This report has been 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 handwritten signature in black ink, appearing to read 'WS Starr', is written over a dotted line.

WS Starr - SECRETARY

Dated:

8/10/02

MERITDREAM LIMITED**PROFIT AND LOSS ACCOUNT****for the Year Ended 31st December 2001**Period
3.8.99 to 31.12.00Year Ended
31.12.01

£ £

Notes

£ £

-		TURNOVER		-
8,852		Administrative expenses		11,353
(8,852)		OPERATING LOSS	2	(11,353)
	45,182	Income from investments		35,359
	624	Interest receivable and similar income		361
45,806				35,720
36,954				24,367
21,507		Interest payable and similar charges		15,182
15,447		PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		9,185
2,363		Tax on profit on ordinary activities	3	915
13,084		PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		8,270
-		Retained profit brought forward		13,084
£13,084		RETAINED PROFIT CARRIED FORWARD		£21,354

The notes form part of these financial statements

MERITDREAM LIMITED**BALANCE SHEET****31st December 2001**

31.12.00		Notes	31.12.01
£			£
	CURRENT ASSETS:		
301,575	Stocks		311,429
30	Cash at bank		100,069
301,605			411,498
288,517	CREDITORS: Amounts falling due within one year	4	390,140
13,088	NET CURRENT ASSETS:		21,358
£13,088	TOTAL ASSETS LESS CURRENT LIABILITIES:		£21,358
	CAPITAL AND RESERVES:		
4	Called up share capital	6	4
13,084	Profit and loss account		21,354
£13,088	SHAREHOLDERS' FUNDS:		£21,358

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31st December 2001.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2001 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges her responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

MERITDREAM LIMITED

BALANCE SHEET

31st December 2001

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



.....
Mrs S M Starr - DIRECTOR

Approved by the Board on 8/10/02

The notes form part of these financial statements

MERITDREAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31st December 2001

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the director, there is reasonable probability that the liability will not arise in the foreseeable future.

2. OPERATING LOSS

The operating loss is stated after charging:

	Year Ended 31.12.01 £	Period 3.8.99 to 31.12.00 £
Director's emoluments and other benefits etc	- ==	- ==

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year Ended 31.12.01 £	Period 3.8.99 to 31.12.00 £
Current tax:		
UK corporation tax	919	2,363
Overprovision in prior period	(4)	-
	<u>915</u>	<u>2,363</u>
Total current tax	<u>915</u>	<u>2,363</u>
Tax on profit on ordinary activities	<u>915</u>	<u>2,363</u>

UK corporation tax has been charged at 10% (2000 - 15.30%).

MERITDREAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the Year Ended 31st December 2001

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.01	31.12.00
	£	£
Director's Loan Account	235,386	133,021
Secured Joint Venture Creditor	153,835	153,133
Taxation	919	2,363
	<u>390,140</u>	<u>288,517</u>

5. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.01	31.12.00
	£	£
Secured Joint Venture Creditor	<u>153,835</u>	<u>153,133</u>

6. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.12.01	31.12.00
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.01	31.12.00
			£	£
4	Ordinary	£1	<u>4</u>	<u>4</u>

7. RELATED PARTY DISCLOSURES

Mrs SM Starr is a director and shareholder of the company and has provided loan finance to the company during the period. The loan is interest free with no fixed date for repayment. The balance of the loan account at the period end amounted to £235386 (2000 £133021) owed by the company.

8. JOINT VENTURES

The company's interests in joint property ventures are incorporated into the profit and loss account on a proportional basis. Its share of joint venture costs are included in the balance sheet as stock in the proportion in which the company shares joint venture profits. The company recognises the balance of funds due to a joint venture as a creditor.

MERITDREAM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31st December 2001

9. **CONTROL**

During the year the company was under the control of Mr & Mrs W Starr.