

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2004
FOR
TLPD LIMITED**

32352



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for the year ended 30 June 2004

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TLPD LIMITED

COMPANY INFORMATION
for the year ended 30 June 2004

DIRECTORS: A C Gallagher
G H Gosling

SECRETARY: S A Burnett

REGISTERED OFFICE: 15 Hockley Court
Stratford Road
Hockley Heath
Solihull
West Midlands
B94 6NW

REGISTERED NUMBER: 32352 (England and Wales)

AUDITORS: PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
Birmingham

TLPD LIMITED

REPORT OF THE DIRECTORS for the year ended 30 June 2004

The directors present their report with the audited financial statements of the company for the year ended 30 June 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property development.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

Both the result for the year, and the year end financial position were satisfactory. The directors consider future prospects to be satisfactory.

DIVIDENDS

The directors do not recommend the payment of a dividend.

DIRECTORS

The directors during the year under review were:

A C Gallagher
G H Gosling

The directors holding office at 30 June 2004 did not hold any direct beneficial interest in the issued share capital of the company at 1 July 2003 or 30 June 2004.

The interests of the directors in the shares of the holding company can be seen in the Report and Accounts of that company.

STATEMENT OF 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.


TLPD LIMITED

REPORT OF THE DIRECTORS
for the year ended 30 June 2004

AUDITORS

The auditors, PricewaterhouseCoopers LLP, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'G. H. Gosling', written over a horizontal dotted line.

G H Gosling - Director

Date: 28 April 2005

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF TLPD LIMITED

We have audited the financial statements which comprise the profit and loss account, the balance sheet and the related notes.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards issued by the Auditing Practices Board. This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or in to whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. The other information comprises only the directors' report.

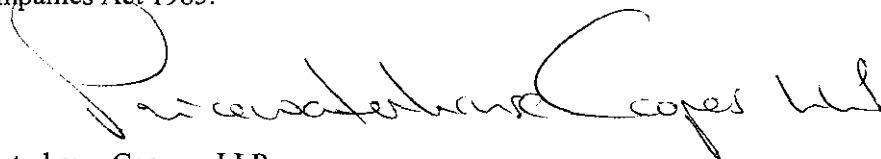
Basis of audit opinion

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 30 June 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
Birmingham

Date: 28 April 2005

TLPD LIMITED

**PROFIT AND LOSS ACCOUNT
for the year ended 30 June 2004**

	Notes	Year Ended 30.6.04 £	Period 1.1.02 to 30.6.03 £
TURNOVER		-	-
Cost of sales		<u>367</u>	<u>-</u>
GROSS PROFIT		367	-
Administrative expenses		<u>(1,781)</u>	<u>(1,023)</u>
		(1,414)	(1,023)
Other operating income		<u>4,000</u>	<u>9,549</u>
OPERATING PROFIT	3	2,586	8,526
Income from fixed asset investments		54,228	47,450
Interest receivable and similar income	4	<u>67,809</u>	<u>-</u>
		124,623	55,976
Amounts written off investments	5	<u>-</u>	<u>(100)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		124,623	55,876
Tax on profit on ordinary activities	6	<u>(2,247)</u>	<u>6,485</u>
PROFIT FOR THE FINANCIAL YEAR/PERIOD AFTER TAXATION		<u>122,376</u>	<u>62,361</u>
RETAINED PROFIT FOR THE YEAR/PERIOD	12	<u>122,376</u>	<u>62,361</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous period.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous period.

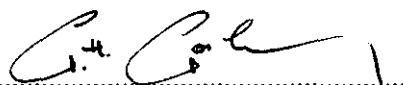
NOTE OF HISTORICAL COST PROFITS AND LOSSES

There is no difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis.

The notes form part of these financial statements

TLPD LIMITED**BALANCE SHEET****30 June 2004**

	Notes	30.6.04 £	30.6.03 £
FIXED ASSETS			
Investments	7	408,325	408,325
CURRENT ASSETS			
Stocks	8	70,003	70,003
Debtors	9	<u>5,291,399</u>	<u>5,177,239</u>
		5,361,402	5,247,242
CREDITORS			
Amounts falling due within one year	10	<u>(1,810,194)</u>	<u>(1,818,410)</u>
NET CURRENT ASSETS		<u>3,551,208</u>	<u>3,428,832</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,959,533</u>	<u>3,837,157</u>
CAPITAL AND RESERVES			
Called up share capital	11	2,085,240	2,085,240
Profit and loss account	12	<u>1,874,293</u>	<u>1,751,917</u>
SHAREHOLDERS' FUNDS	14	<u>3,959,533</u>	<u>3,837,157</u>

ON BEHALF OF THE BOARD:

G H Gosling - Director

Approved by the Board on 28 April 2005

TLPD LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Cash Flow Statement

The company is a wholly-owned subsidiary of J J Gallagher Limited and is included in the consolidated accounts of its parent company Gallagher UK Limited, which are publicly available. Consequently, the company has taken advantage of the exemption from preparing a cash flow statement under the terms of FRS1 (revised).

Cost of sales

Included within cost of sales are expenses relating to fees expended in promoting developments through the planning system which are written off to the profit and loss account, as and when incurred, in accordance with the work in progress accounting policy.

Stocks

Work in progress, which includes land held for development, is valued at the lower of cost and net realisable value. Cost includes the purchase of land and acquisition expenses. Promotional costs associated with developments are expensed until the viability of a development is reasonably secure. Work in progress is reduced to net realisable value where circumstances indicate that full recovery is uncertain.

Deferred tax

Full provision is made on a non-discounted basis for deferred tax assets and liabilities arising due to timing differences between the recognition of gains and losses in the financial statements and their recognition in the tax computation at the current rate of tax. Deferred tax assets are only recognised when it is considered more likely than not that they will be realised.

2. STAFF COSTS

There were no staff costs for the year ended 30 June 2004 nor for the period ended 30 June 2003.

The average monthly number of employees during the year/period was as follows:

	Year Ended 30.6.04	Period 1.1.02 to 30.6.03
Directors	<u>2</u>	<u>2</u>

TLPD LIMITED**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 June 2004****3. OPERATING PROFIT**

The operating profit is stated after charging:

	Year Ended 30.6.04 £	Period 1.1.02 to 30.6.03 £
Auditors' remuneration	<u>1,000</u>	<u>1,000</u>
Directors' emoluments	<u>-</u>	<u>-</u>

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	Year Ended 30.6.04 £	Period 1.1.02 to 30.6.03 £
Interest received from group undertakings	<u>67,809</u>	<u>-</u>

**5. AMOUNTS WRITTEN OFF
INVESTMENTS**

	Year Ended 30.6.04 £	Period 1.1.02 to 30.6.03 £
Amounts written off investments	<u>-</u>	<u>100</u>

TLPD LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 30 June 2004

6. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the profit on ordinary activities for the year/period was as follows:

	Year Ended 30.6.04 £	Period 1.1.02 to 30.6.03 £
Current tax:		
Group relief	-	2,557
Prior year corporation tax	<u>2,247</u>	<u>(9,042)</u>
Total current tax	<u>2,247</u>	<u>(6,485)</u>
Tax on profit on ordinary activities	<u>2,247</u>	<u>(6,485)</u>

The current corporation tax credit differs from the standard UK corporation tax rate of 30% applied to the profit for the year/period. The differences are:

	£	£
Profit for the year/period at 30%	37,387	16,763
Prior year corporation tax adjustment	2,247	(9,042)
Dividends received not subject to tax	(16,268)	(14,205)
Expenses not deductible for tax	454	-
Group relief claimed not paid	<u>(21,573)</u>	<u>-</u>
	<u>2,247</u>	<u>(6,484)</u>

7. FIXED ASSET INVESTMENTS

	Unlisted investments £
COST	
At 1 July 2003 and 30 June 2004	<u>408,325</u>
NET BOOK VALUE	
At 30 June 2004	<u>408,325</u>
At 30 June 2003	<u>408,325</u>

8. STOCKS

	30.6.04 £	30.6.03 £
Work in progress	<u>70,003</u>	<u>70,003</u>

TLPD LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 30 June 2004

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.04	30.6.03
	£	£
Amounts owed by group undertakings	<u>5,291,399</u>	<u>5,177,239</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.04	30.6.03
	£	£
Trade creditors	-	1,813
Corporation tax payable	2,247	-
Other creditors	1,806,947	1,806,197
Accruals and deferred income	<u>1,000</u>	<u>10,400</u>
	<u>1,810,194</u>	<u>1,818,410</u>

11. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	30.6.04	30.6.03
			£	£
4,170,480	Ordinary	50p	2,085,240	2,085,240
829,520	Ordinary	50p	<u>414,760</u>	<u>414,760</u>
			<u>2,500,000</u>	<u>2,500,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.6.04	30.6.03
			£	£
4,170,480	Ordinary	50p	<u>2,085,240</u>	<u>2,085,240</u>

12. RESERVES

	Profit and loss account
	£
At 1 July 2003	1,751,917
Retained profit for the year	<u>122,376</u>
At 30 June 2004	<u>1,874,293</u>

13. RELATED PARTY DISCLOSURES

All of the subsidiary undertakings of Gallagher UK Limited are wholly owned and transactions between group companies are not disclosed. There are no other related party disclosures to be made concerning the year ended 30 June 2004 (2003: none).

TLPD LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 30 June 2004

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30.6.04	30.6.03
	£	£
Profit for the financial year/period	<u>122,376</u>	<u>62,361</u>
Net addition to shareholders' funds	122,376	62,361
Opening shareholders' funds	<u>3,837,157</u>	<u>3,774,796</u>
Closing shareholders' funds	<u>3,959,533</u>	<u>3,837,157</u>
Equity interests	<u>3,959,533</u>	<u>3,837,157</u>

15. CONTROLLING PARTY

TLPD Limited is a wholly owned subsidiary of J J Gallagher Limited, (incorporated in England and Wales) and the ultimate parent company at 30 June 2004 was Gallagher UK Limited.

The ultimate controlling party of the company is Mr A C Gallagher by virtue of his ownership of the issued share capital of the ultimate parent undertaking.