

GLENSIDE INVESTMENTS LIMITED

Report and Financial Statements

30 June 2001

**Deloitte & Touche
Colmore Gate
2 Colmore Row
Birmingham
B3 2BN**



A18 *AUALP9WU* 0764
COMPANIES HOUSE 12/04/02

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 30 June 2001.

ACTIVITIES

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

REVIEW OF THE BUSINESS

The company did not trade during the year and accordingly no profit and loss account is presented

DIRECTORS AND THEIR INTERESTS

The directors who served during the year were:

Mrs L R Maddison

The director's interests in the parent company are disclosed in the financial statements of that company. The director has no interests in the shares of the company nor any fellow subsidiary 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 as at the end of the financial year 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. 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.

Approved by the Board of Directors
and signed on behalf of the Board

Louise Maddison

L R MADDISON

26 March 2002



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF GLENSIDE INVESTMENTS LIMITED

We have audited the financial statements of Glenside Investments Limited for the year ended 30 June 2001 which comprise the profit and loss account, the balance sheet and the related notes 1 to 6. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities, the company's directors are responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and auditing standards.

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 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 with the company is not disclosed.

We read the directors' report for the above year and consider the implications for our report if we become aware of any apparent misstatements.

Basis of opinion

We conducted our audit in accordance with United Kingdom 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 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Chartered Accountants and Registered Auditors

5 April 2002

PROFIT AND LOSS ACCOUNT
Year ended 30 June 2001

	Note	2001 £	2000 £
TURNOVER	1	-	1,908
Property expenses		-	(265)
Gross profit		-	1,643
Administrative expenses		-	(200)
Profit on sale of freehold ground rents		-	14,771
OPERATING PROFIT AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	-	16,214
Tax on profit on ordinary activities	4	-	(1,056)
RETAINED PROFIT FOR THE YEAR		-	15,158

The company did not trade during the year. There are no recognised gains and losses for the current financial year and the preceding financial year other than as stated in the profit and loss account. Accordingly, no statement of total recognised gains and losses is given.

NOTE TO HISTORICAL COST PROFITS AND LOSSES

	2001 £	2000 £
Reported profit on ordinary activities before taxation	-	16,214
Difference between the profit on sale of freehold ground rents on a historic cost basis and a revalued basis	-	7,579
Historical cost profit on ordinary activities	-	23,793
Historical cost profit for the year after taxation	-	22,737

BALANCE SHEET
30 June 2001

	Note	2001 £	2000 £
CURRENT ASSET			
Amount due from parent company		216,843	216,843
		<u>216,843</u>	<u>216,843</u>
 CAPITAL AND RESERVES			
Called up share capital	5	1,000	1,000
Profit and loss account		215,843	215,843
		<u>216,843</u>	<u>216,843</u>
 EQUITY SHAREHOLDERS' FUNDS			
		<u>216,843</u>	<u>216,843</u>

The company was dormant throughout the financial year.

These financial statements were approved and signed by the Director on 26.3.02

Louise Maddison

L R MADDISON, Director

NOTES TO THE ACCOUNTS
Year ended 30 June 2001

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Turnover

Turnover represented gross ground rents receivable for the year.

2. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

No remuneration was paid to the directors in the year (2000 - £Nil) nor did the company have any employees.

3. OPERATING PROFIT

	2001	2000
	£	£
Operating profit is arrived at after charging		
Auditors' remuneration	-	200
	<u> </u>	<u> </u>

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2001	2000
	£	£
Taxation is based on the profits for the year and comprises:		
Corporation tax at 20% on taxable profit	-	1,056
	<u> </u>	<u> </u>

5. CALLED UP SHARE CAPITAL

	2001	2000
	£	£
Authorised, allotted and fully paid 1,000 Ordinary shares of £1 each	1,000	1,000
	<u> </u>	<u> </u>

6. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Lousara Investments Limited, a company registered in England and Wales.