

**DENMAR HOLDINGS LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE**  
**YEAR ENDED 30 JUNE 2002**

**COMPANY NO: 625000**



**COHEN ARNOLD & CO.**  
Chartered Accountants & Registered Auditors  
13-17 New Burlington Place  
Regent Street  
LONDON W1S 2HL

**DENMAR HOLDINGS LIMITED**

**FINANCIAL STATEMENTS**

**YEAR ENDED 30 JUNE 2002**

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**DENMAR HOLDINGS LIMITED**

**COMPANY INFORMATION**

**THE DIRECTOR**

Mr M Gluck

**COMPANY SECRETARY**

Mr I Scher

**REGISTERED OFFICE**

2 Cazenove Road  
London  
N16 6BD

**AUDITORS**

Cohen Arnold & Co.  
Chartered Accountants  
& Registered Auditors  
13-17 New Burlington Place  
Regent Street  
LONDON W1S 2HL

**DENMAR HOLDINGS LIMITED**  
**THE REPORT OF THE DIRECTOR**  
**YEAR ENDED 30 JUNE 2002**

The Director has pleasure in presenting his report and the Financial Statements of the company for the year ended 30 June 2002.

**PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company during the year is Property Trading which remained unchanged during the year and no change is envisaged in the immediate future.

The net loss on ordinary activities after providing for taxation amounted to £4,331.

The financial results of the company's activities for the year ended 30 June 2002 are fully reflected in the attached financial statements together with the notes thereon.

**DIVIDEND**

The Director does not recommend the payment of a dividend for the period under review.

**THE DIRECTOR AND HIS INTERESTS IN SHARES OF THE COMPANY**

The Director who served the company during the year together with his beneficial interests in the shares of the company was as follows:

	Ordinary Shares of £1 each	
	At 30 June 2002	At 1 July 2001
Mr M Gluck	<u>1</u>	<u>1</u>

**LAND AND BUILDINGS**

The Company's Trading Properties are included in the Balance Sheet at cost.

The Director is of the opinion that the open market value of the Company's Trading Properties are at least equal to the amount at which they are included in the Financial Statement.

**RESPONSIBILITIES OF THE DIRECTOR**

Company law requires the Director to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those Financial Statements, the Director is required to select suitable accounting policies, as described on page 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The Director must also prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the Financial Statements comply with the Companies Act 1985. The Director is 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.

**DENMAR HOLDINGS LIMITED**  
**THE REPORT OF THE DIRECTOR** *(continued)*  
**YEAR ENDED 30 JUNE 2002**

**CLOSE COMPANY PROVISIONS**

In the opinion of the Director, the company is a close company within the meaning of S.414 Income and Corporation Taxes Act, 1988 (as amended).

**DONATIONS**

During the year the company made the following contributions:

	2002	2001
	£	£
Charitable	-	<u>255,000</u>

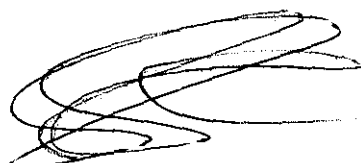
**AUDITORS**

A resolution to re-appoint Cohen Arnold & Co. as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed by order of the  
Director



MR I SCHER  
Company Secretary

Approved by the Director on 3/12/02

**DENMAR HOLDINGS LIMITED**  
**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS**  
**YEAR ENDED 30 JUNE 2002**

We have audited the Financial Statements on pages 6 to 10 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 8 .

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND THE AUDITORS**

The responsibilities of the Director of the company for preparing the Annual Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Director's Responsibilities on page 2.

Our responsibility is to audit the Financial Statements in accordance with relevant legal and regulatory requirements and United Kingdom 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 to you if, in our opinion, the Director's 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 Director's remuneration and transactions with the company is not disclosed.

We read the Director's report and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

**BASIS OF AUDIT 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 Director 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.

**DENMAR HOLDINGS LIMITED**

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS (CONTINUED)**

**YEAR ENDED 30 JUNE 2002**

**DEPARTURE FROM ACCOUNTING STANDARDS**


The company's investment properties are included in the financial statements on the basis indicated in note 1 on accounting policies. This does not comply with the requirements of Statement of Standard Accounting Practice No. 19 which requires such properties to be stated at their open market value. However, as stated in their report, the directors are of the opinion that each of the company's investment properties has an open market value at least equal to the amount at which it is included in the financial statements.

**QUALIFIED OPINION ARISING FROM DEPARTURE FROM ACCOUNTING STANDARDS**

Except for non-compliance with the requirements of Statement of Standard Accounting Practice No. 19, in our opinion the financial statements give a true and fair view of the state of the state of the company's affairs at 30 June 2002 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

13-17 New Burlington Place  
Regent Street  
LONDON W1S 2HL

31/12/02



COHEN ARNOLD & CO.  
Chartered Accountants  
& Registered Auditors

**DENMAR HOLDINGS LIMITED**

**PROFIT AND LOSS ACCOUNT**

**YEAR ENDED 30 JUNE 2002**

	Note	2002 £	2001 £
<b>Surplus on the Sale of Properties</b>	2	—	267,252
Net Rental Income	2	1,087	10,139
Administrative expenses		(5,418)	(272,900)
<b>OPERATING (LOSS)/PROFIT</b>	3	<b>(4,331)</b>	4,491
Interest receivable		—	1,249
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(4,331)</b>	5,740
Tax on (loss)/profit on ordinary activities		—	(575)
<b>(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		<b>(4,331)</b>	5,165
Balance brought forward		32,719	27,554
Transfer from capital redemption reserve		—	5,539
Balance carried forward		<u><b>28,388</b></u>	<u>38,258</u>

The notes on pages 8 to 10 form part of these Financial Statements.



# DENMAR HOLDINGS LIMITED

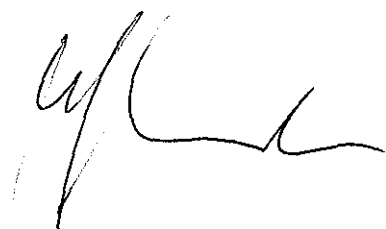
## BALANCE SHEET AS AT 30 JUNE 2002

	Note	2002 £	£	2001 £	£
<b>CURRENT ASSETS</b>					
Stocks		33,124		33,124	
Debtors	4	69,184		85,960	
Cash at bank		<u>757</u>		<u>37</u>	
		103,065		119,121	
<b>CREDITORS: Amounts falling due within one year</b>					
	5	<u>69,038</u>		<u>80,763</u>	
<b>NET CURRENT ASSETS</b>			<u>34,027</u>		<u>38,358</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>34,027</u>		<u>38,358</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	7		100		100
Other reserves			5,539		5,539
Profit and Loss Account			<u>28,388</u>		<u>32,719</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>34,027</u>		<u>38,358</u>

These Financial Statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These Financial Statements were approved and signed by the Director on 3/12/02.....

MR M GLUCK  
Director



The notes on pages 8 to 10 form part of these Financial Statements.

**DENMAR HOLDINGS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2002**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The Financial Statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), subject to the departures referred to below.

**Cash flow statement**

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard No. 1 "Cash flow statements".

**Turnover**

The turnover of the company is represented by Rents and Charges Receivable in respect of its Trading Properties.

**Depreciation**

In accordance with Statement of Standard Accounting Practice No. 19, no depreciation or amortisation is provided in respect of freehold investment properties nor on leasehold investment properties having an unexpired term of more than twenty years. This departure from the requirements of the Companies Act 1985, for all properties to be depreciated, is necessary, as the director considers that this accounting policy results in the financial statements giving a true and fair view.

Leases having an unexpired term of less than twenty years are amortised evenly over the remaining period of the lease.

**Stocks**

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

**Acquisitions and disposals of properties**

Acquisitions and disposals are considered to have taken place at the date of legal completion and are included in the financial statements accordingly.

**Format of the Financial Statements**

The financial statements are presented in accordance with the format prescribed by Schedule 4 Companies Act 1985 with suitable adaptation thereof which the director considers to be appropriate having regard to the nature of the company's activities.

**DENMAR HOLDINGS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2002**

**2. TURNOVER AND NET RENTAL INCOME**

	2002	2001
	£	£
Rents and charges receivable	19,433	15,431
Property outgoing	(18,346)	(5,292)
Net rental income	<u>1,087</u>	<u>10,139</u>

**3. OPERATING (LOSS)/PROFIT**

Operating (loss)/profit is stated after charging:

	2002	2001
	£	£
Director's emoluments	—	<u>7,000</u>

**4. DEBTORS**

	2002	2001
	£	£
Trade debtors	4,107	5,320
Other debtors	<u>65,077</u>	<u>80,640</u>
	<u>69,184</u>	<u>85,960</u>

Included in other debtors is an amount totalling £55,942 due from Associated Undertakings of which Mr Gluck is a Director and Shareholder.

**5. CREDITORS: Amounts falling due within one year**

	2002	2001
	£	£
Trade creditors	263	—
Corporation tax	15,005	15,579
Other creditors	<u>53,770</u>	<u>65,184</u>
	<u>69,038</u>	<u>80,763</u>

Included in other creditors are amounts totalling £8,728 to due Associated Undertakings of which Mr Gluck is a Directors and Shareholder.

**6. RELATED PARTY TRANSACTIONS**

Mr and Mrs Gluck together with their family own a controlling interest in the issued share capital of the company.

**DENMAR HOLDINGS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2002**

**7. SHARE CAPITAL**

**Authorised share capital:**

	2002	2001
	£	£
100 Ordinary shares of £1.00 each	<u>100</u>	<u>100</u>

**Allotted, called up and fully paid:**

	2002	2001
	£	£
Ordinary share capital brought forward	100	-
Issue of ordinary shares	<u>-</u>	<u>100</u>
	<u>100</u>	<u>100</u>