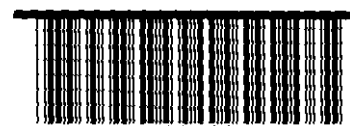


PARKHALL DEVELOPMENTS LIMITED

REPORT AND ACCOUNTS

For the 17 month period ended 31 March 1999

Company Registration Number 890831



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COMPANIES HOUSE

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0459
17/11/99

HOWSONS

Chartered Accountants

PARKHALL DEVELOPMENTS LIMITED

For the 17 month period ended 31 March 1999

DIRECTOR

Mrs C A Jackson

SECRETARY

G V Jackson

REGISTERED OFFICE

Unit 3 A
Pinnox Street
Tunstall
Stoke-on-Trent
Staffs
ST6 6AH

BANKERS

Barclays Bank PLC
118 High Street
Newcastle
Staffs

ACCOUNTANTS

Howsons
Chartered Accountants

Winton House
Stoke Road
Stoke-on-Trent
Staffs
ST4 2RW

PARKHALL DEVELOPMENTS LIMITED

REPORT OF THE DIRECTOR

The director has pleasure in presenting her annual report together with the accounts for the 17 month period ended 31 March 1999.

PRINCIPAL ACTIVITY

The principal activity of the company during the year has been that of dealing and management of land and property.

BUSINESS REVIEW

The company traded profitably during the period and the director expects that it will continue to do so for the foreseeable future. Interim dividends totalling £4,200 (1997: £3,000) have been paid during the period, and the director does not recommend any further distribution for the period.

DIRECTOR AND SHAREHOLDING

The director who served during the period and subsequently, and her interest in the share capital of the company was as follows:

	Ordinary £1 Shares	
	1999	1997
Mrs C A Jackson	4,000	4,000

YEAR 2000 AND THE EURO

The company is not dependent upon computerised systems in order to conduct its trade, nor does it trade with entities that are resident and who trade from outside of the United Kingdom, and therefore, does not consider that its continued operations are at risk from Year 2000 and introduction of the Euro.

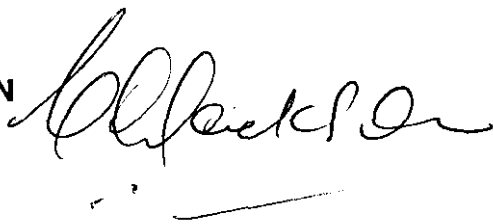
The company is aware of the risks and uncertainties that customers and suppliers may experience with regard to the Year 2000 issue, and is taking such steps as can reasonably be expected of it in order to mitigate any adverse effects effects that could jeopardise the continued operations of the company.

CLOSE COMPANY STATUS

The company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

Signed by the sole director

MRS C A JACKSON



PARKHALL DEVELOPMENTS LIMITED**PROFIT AND LOSS ACCOUNT****For the 17 month period ended 31 March 1999**

	Note	1999 £	Year Ended 31 October 1997 £
TURNOVER - continuing operations	1	33,319	14,772
Administrative expenses		23,202	5,823
		<hr/>	<hr/>
OPERATING PROFIT - continuing operations	2	10,117	8,949
Interest payable	4	-	111
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		10,117	8,838
Taxation on profit on ordinary activities	5	2,531	2,071
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		7,586	6,767
Dividends paid		4,200	3,000
		<hr/>	<hr/>
RETAINED PROFIT FOR THE PERIOD	10	3,386	3,767
		<hr/>	<hr/>

TOTAL RECOGNISED GAINS AND LOSSES

There are no recognised gains or losses other than the retained profit for the period ends as stated.

NOTE OF HISTORICAL COST PROFITS AND LOSSES

The accounts are prepared under the historical cost convention and thus the reported profit on ordinary activities before taxation is the historical cost profit.

PARKHALL DEVELOPMENTS LIMITED**BALANCE SHEET****As at 31 March 1999**

	Note	£	1999	£	£	31 October 1997	£
FIXED ASSETS							
Tangible assets	6			9,563			9,433
CURRENT ASSETS							
Debtors	7		865			95	
Cash at bank			21,018			18,626	
			21,883			18,721	
CREDITORS: Amounts falling due within one year	8		5,622			5,716	
NET CURRENT ASSETS				16,261			13,005
NET ASSETS				25,824			22,438
CAPITAL AND RESERVES							
Called up share capital	9			4,000			4,000
Profit and loss account	10			21,824			18,438
SHAREHOLDER'S FUNDS	11			25,824			22,438

The exemption conferred by Section 249A(1) not to have these accounts audited applies to the company, and the director confirms that no notice has been deposited under Section 249B(2) of the Companies Act 1985. The director acknowledges her responsibility for ensuring that the company keeps accounting records which comply with Section 221, and for the preparation of accounts which give a true and fair view of the state of affairs of the company and of its results for the period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The accounts were approved by the sole director on 17 August 1999

MRS C A JACKSON



PARKHALL DEVELOPMENTS LIMITED

NOTES TO THE ACCOUNTS

For the 17 month period ended 31 March 1999

1. ACCOUNTING POLICIES

Accounting Convention

The accounts are prepared under the historical cost convention and in accordance with applicable Accounting Standards.

Turnover

Turnover represents rental income due in the period, exclusive of VAT. All turnover is achieved within the United Kingdom.

Tangible Fixed Assets

Depreciation is calculated so as to write-off the original cost by annual instalments, using the reducing balance method, over the expected useful lives of the assets concerned. Depreciation is charged in full on all assets purchased during the period, but is not charged on assets disposed of during the period. The principal rates used are:

	%
Freehold land and buildings	Nil
Plant and machinery	15
Office equipment	25

Deferred Taxation

Provision is only made for deferred taxation, using the liability method, in respect of timing differences arising from the difference in treatment of certain items for accounting and taxation purposes, where it is considered that the deferral is unlikely to continue for the foreseeable future, and where the consequent liability is expected to be material.

2. OPERATING PROFIT

Operating profit is stated after the following:

	1999 £	Year Ended 31 October 1997 £
Director's remuneration being aggregate emoluments	3,600	-
Depreciation of tangible fixed assets	104	17

3. STAFF NUMBERS AND COSTS

The average number of persons employed by the company (including the director) in an administration capacity during the period was 2 (1997: 2).

The aggregate payroll costs of these employees were:

	1999	Year Ended 31 October 1997
Wages and salaries	14,000	-
Social security costs	835	-
	<hr/> 14,835	<hr/> -

PARKHALL DEVELOPMENTS LIMITED

NOTES TO THE ACCOUNTS

For the 17 month period ended 31 March 1999

4. INTEREST PAYABLE

	1999 £	Year Ended 31 October 1997 £
On late payment of ACT	-	111

5. TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	1999 £	Year Ended 31 October 1997 £
Corporation tax at 21% (1997: 23.5%)		
On the profit for the period	2,635	2,071
Adjustment in respect of prior year	(104)	-
	<u>2,531</u>	<u>2,071</u>

6. TANGIBLE FIXED ASSETS

COST	Freehold land and buildings £	Plant and machinery £	Office equipment £	Total £
At 31 October 1997	9,335	912	-	10,247
Additions	-	-	234	234
	<u>9,335</u>	<u>912</u>	<u>234</u>	<u>10,481</u>
At 31 March 1999	9,335	912	234	10,481
	<u>9,335</u>	<u>912</u>	<u>234</u>	<u>10,481</u>
DEPRECIATION				
At 31 October 1997	-	814	-	814
Charge for the period	-	21	83	104
	<u>-</u>	<u>835</u>	<u>83</u>	<u>918</u>
At 31 March 1999	-	835	83	918
	<u>-</u>	<u>835</u>	<u>83</u>	<u>918</u>
NET BOOK VALUE				
At 31 March 1999	9,335	77	151	9,563
	<u>9,335</u>	<u>77</u>	<u>151</u>	<u>9,563</u>
At 31 October 1997	9,335	98	-	9,433
	<u>9,335</u>	<u>98</u>	<u>-</u>	<u>9,433</u>

No depreciation has been charged on freehold land and buildings since, in the opinion of the director, their residual value exceeds their net book value, although no formal valuation has been obtained.

PARKHALL DEVELOPMENTS LIMITED

NOTES TO THE ACCOUNTS

For the 17 month period ended 31 March 1999

7. DEBTORS

	1999 £	Year Ended 31 October 1997 £
Corporation tax	-	59
Prepayments	865	36
	<hr/>	<hr/>
	865	95
	<hr/>	<hr/>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1999 £	Year Ended 31 October 1997 £
Payments received on account	1,750	2,706
Other creditors	868	-
Corporation tax	1,585	1,321
Directors loan account	596	797
Accruals	823	892
	<hr/>	<hr/>
	5,622	5,716
	<hr/>	<hr/>

Included in other creditors is the following amount:

Taxation and social security	219	-
	<hr/>	<hr/>

9. SHARE CAPITAL

	1999 £	Year Ended 31 October 1997 £
Authorised		
Ordinary shares of £1 each	5,000	5,000
	<hr/>	<hr/>
Issued and fully paid		
Ordinary shares of £1 each	4,000	4,000
	<hr/>	<hr/>

10. PROFIT AND LOSS ACCOUNT

	1999 £	Year Ended 31 October 1997 £
At 31 October 1997	18,438	14,671
Retained profit for the year	3,386	3,767
	<hr/>	<hr/>
At 31 March 1999	21,824	18,438
	<hr/>	<hr/>

▲ **PARKHALL DEVELOPMENTS LIMITED**

NOTES TO THE ACCOUNTS

For the 17 month period ended 31 March 1999

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	1999 £	Year Ended 31 October 1997 £
Profit for the period after taxation	7,586	6,767
Dividends paid	(4,200)	(3,000)
	<hr/>	<hr/>
Net increase in shareholder's funds	3,386	3,767
Shareholder's funds at 31 October 1997	22,438	18,671
	<hr/>	<hr/>
Shareholder's funds at 31 March 1999	25,824	22,438
	<hr/>	<hr/>

Shareholder's funds are wholly attributable to equity interests.

12. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is the sole director and shareholder, Mrs C A Jackson.