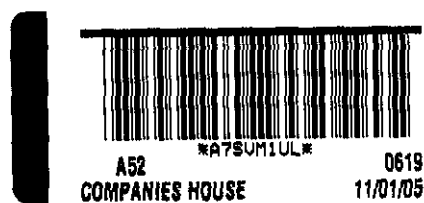


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**Report of the Directors and
Unaudited Financial Statements
for the Year Ended 30 June 2004
for
Invel Investment Limited**



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for the Year Ended 30 June 2004

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Invel Investment Limited

**Company Information
for the Year Ended 30 June 2004**

DIRECTORS:

Mr K W Henderson
Mrs S P Henderson

SECRETARY:

Mrs S P Henderson

REGISTERED OFFICE:

4th Floor, Centre Heights
137 Finchley Road
LONDON NW3 6JG

REGISTERED NUMBER:

1481798 (England and Wales)

ACCOUNTANTS:

Elliotts
Chartered Accountants
Centre Heights
137 Finchley Road
London NW3 6JG

Invel Investment Limited

**Report of the Directors
for the Year Ended 30 June 2004**

The directors present their report with the 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 engaging in investment holding and property dealing, however the company did not trade during the year.

REVIEW OF BUSINESS

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

DIVIDENDS

No dividends will be distributed for the year ended 30 June 2004.

DIRECTORS

The directors during the year under review were:

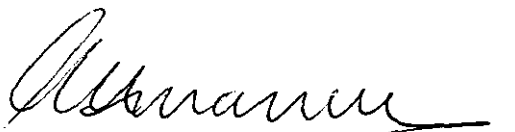
Mr K W Henderson
Mrs S P Henderson

The beneficial interests of the directors holding office on 30 June 2004 in the issued share capital of the company were as follows:

	30.6.04	1.7.03
Ordinary £1 shares		
Mr K W Henderson	505	505
Mrs S P Henderson	225	225

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:


.....
Mr K W Henderson - Director

Date: 29 December 2004

Invel Investment Limited

Profit and Loss Account
for the Year Ended 30 June 2004

		2004	2003
	Notes	£	£
TURNOVER		-	-
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	-	-
Tax on profit on ordinary activities	3	-	-
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		-	-
Retained profit brought forward		76,065	76,065
RETAINED PROFIT CARRIED FORWARD		<u>£76,065</u>	<u>£76,065</u>

The notes form part of these financial statements

Invel Investment Limited

Balance Sheet
30 June 2004

		2004		2003	
	Notes	£	£	£	£
FIXED ASSETS:					
Investments	4		600		600
CURRENT ASSETS:					
Debtors	5	123,168		123,168	
CREDITORS: Amounts falling due within one year	6	46,703		46,703	
NET CURRENT ASSETS:			76,465		76,465
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£77,065</u>		<u>£77,065</u>
CAPITAL AND RESERVES:					
Called up share capital	7		1,000		1,000
Profit and loss account			76,065		76,065
SHAREHOLDERS' FUNDS:			<u>£77,065</u>		<u>£77,065</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 June 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- 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.

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:



Mr K W Henderson - Director

Approved by the Board on 29 December 2004

Invel Investment 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 and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The company was dormant throughout the current and previous years.

Consolidation

The company and its subsidiaries comprise a small sized group. The company has therefore taken advantage of the exemption provided by section 248 of the Companies Act 1985 not to prepare group accounts. The financial statements present information about the company as an individual undertaking and not about its group.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2004 £	2003 £
Directors' emoluments and other benefits etc	- =	- =

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 30 June 2004 nor for the year ended 30 June 2003.

4. FIXED ASSET INVESTMENTS

COST:

At 1 July 2003
and 30 June 2004

£

600
=

NET BOOK VALUE:

At 30 June 2004

600
=

At 30 June 2003

600
=

	2004 £	2003 £
Unlisted investments	600 =	600 =

Notes to the Financial Statements
for the Year Ended 30 June 2004

4. **FIXED ASSET INVESTMENTS - continued**

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Escrillon Properties Limited

Nature of business: Property dealing

Class of shares:	%
Ordinary shares	holding 100.00

	2004	2003
	£	£
Aggregate capital and reserves	(8,397)	(7,566)
Loss for the year	(831)	(1,532)
	<u> </u>	<u> </u>

5. **DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2004	2003
	£	£
Due from subsidiaries	17,563	17,563
Due from related companies	105,605	105,605
	<u> </u>	<u> </u>
	<u>123,168</u>	<u>123,168</u>

6. **CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2004	2003
	£	£
Directors current accounts	46,703	46,703
	<u> </u>	<u> </u>

7. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2004	2003
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

8. **RELATED PARTY DISCLOSURES**

As at 30 June 2004, £17,563 was due from the subsidiary company Escrillon Properties Limited.

As at 30 June 2004, £105,605 was due from London and Berkshire Estates Plc, a company of which Mr K W Henderson and Mrs S P Henderson are directors and have a controlling interest.

9. **CONTROL**

The company is controlled by Mr K W Henderson.