

Company Registration No. 01504068 (England and Wales)

HORNSONG LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2002



HORNSONG LIMITED

COMPANY INFORMATION

Directors

R Smith
R Smith
M Smith

Secretary

E Smith

Company number

01504068

Registered office

Melbury House , 34 Southborough Road
Bromley
Kent
BR1 2EB

Accountants

Winter & Co.
Melbury House,34,Southborough Road
Bickley,Bromley
Kent
BR1 2EB

HORNSONG LIMITED

CONTENTS

	Page
Directors' report	1
Profit and loss account	2
Balance sheet	3
Notes to the financial statements	4 - 6

HORNSONG LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2002

The directors present their report and financial statements for the year ended 31 March 2002.

Principal activities

The principal activity of the company continued to be that of property development, trading and investment.

Directors

The following directors have held office since 1 April 2001:

R Smith
R Smith
M Smith

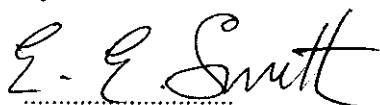
Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary Shares of £ 1 each	
	31 March 2002	1 April 2001
R Smith	90	70
R Smith	10	20
M Smith	-	10

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

By order of the board



E Smith
Secretary

HORNSONG LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2002

	Notes	2002 £	2001 £
Turnover		597,037	640,388
Cost of sales		(472,508)	(489,023)
Gross profit		<u>124,529</u>	<u>151,365</u>
Administrative expenses		(112,554)	(102,261)
Operating profit	2	<u>11,975</u>	<u>49,104</u>
Other interest receivable and similar income		6,220	2,541
Interest payable and similar charges		(10,454)	-
Profit on ordinary activities before taxation		<u>7,741</u>	<u>51,645</u>
Tax on profit on ordinary activities	3	(3,000)	(12,000)
Profit on ordinary activities after taxation	9	<u><u>4,741</u></u>	<u><u>39,645</u></u>

HORNSONG LIMITED

BALANCE SHEET AS AT 31 MARCH 2002

	Notes	2002 £	£	2001 £	£
Fixed assets					
Tangible assets	4		555,458		555,899
Current assets					
Stocks		178,763		630,275	
Debtors	5	16,396		4,185	
Investments	6	317,500		-	
Cash at bank and in hand		123,812		50,774	
		<u>636,471</u>		<u>685,234</u>	
Creditors: amounts falling due within one year	7	<u>(902,383)</u>		<u>(956,327)</u>	
Net current liabilities			(265,912)		(271,093)
Total assets less current liabilities			<u>289,546</u>		<u>284,806</u>
Capital and reserves					
Called up share capital	8		100		100
Profit and loss account	9		289,446		284,706
Shareholders' funds			<u>289,546</u>		<u>284,806</u>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, 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).

The financial statements were approved by the Board on 18th September 2003

R Smith
Director

HORNSONG LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	No depreciation is charged
Motor vehicles	25% written down value

1.4 Investments

Current asset investments are stated at the lower of cost and net realisable value.

2 Operating profit

	2002	2001
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	441	587

3 Taxation

	2002	2001
	£	£
Domestic current year tax		
U.K. corporation tax	3,000	12,000
Current tax charge	3,000	12,000

HORNSONG LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

4 Tangible fixed assets

	Land and buildings	Other tangible fixed assets	Total
	£	£	£
Cost			
At 1 April 2001 & at 31 March 2002	554,136	13,188	567,324
Depreciation			
At 1 April 2001	-	11,425	11,425
Charge for the year	-	441	441
At 31 March 2002	-	11,866	11,866
Net book value			
At 31 March 2002	554,136	1,322	555,458
At 31 March 2001	554,136	1,763	555,899

5 Debtors

	2002 £	2001 £
Other debtors	16,396	4,185

6 Current asset investments

	2002 £	2001 £
Other investments	317,500	-

7 Creditors: amounts falling due within one year

	2002 £	2001 £
Bank loans and overdrafts	200,000	175,000
Trade creditors	-	65,894
Taxation and social security	29,659	25,606
Other creditors	672,724	689,827
	902,383	956,327

HORNSONG LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

8 Share capital	2002	2001
	£	£
Authorised		
100 Ordinary Shares of £ 1 each	100	100
	<hr/>	<hr/>
Allotted, called up and fully paid		
100 Ordinary Shares of £ 1 each	100	100
	<hr/>	<hr/>
9 Statement of movements on profit and loss account		Profit and
		loss
		account
		£
Balance at 1 April 2001		284,705
Retained profit for the year		4,741
		<hr/>
Balance at 31 March 2002		289,446
		<hr/>