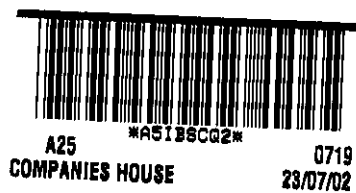


Registration number 01520756

Biddulph Mansions (East) Limited
Directors' report and financial statements
for the year ended 28 September 2001



Biddulph Mansions (East) Limited

Directors' report for the year ended 28 September 2001

The directors present their report and the financial statements for the year ended 28 September 2001.

Principal activity

The principal activity of the company in the year was that of the ownership, management and maintenance of the property at Biddulph Mansions (East).

Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	28/09/01	29/09/00
G. Bowman	1	1
T. P. English	1	1
B. Kilmartin	1	1

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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 1985. 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.

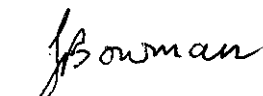
Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Clark McBride be reappointed as auditors of the company will be put to the Annual General Meeting.

The directors recommend that Clark McBride remain in office until further notice.

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

This report was approved by the Board on 27 May 2002 and signed on its behalf by:



Mr. G. Bowman
Secretary

Biddulph Mansions (East) Limited

Independent auditors' report to the shareholders of Biddulph Mansions (East) Limited

We have audited the financial statements of Biddulph Mansions (East) Limited for the year ended 28 September 2001 which comprise the profit and loss account, the balance sheet and the related notes. These financial statements 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 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 law and United Kingdom Accounting Standards.

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 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 and consider the implications for our report if we become aware of any apparent misstatements within it.

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 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 28 September 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Clark McBride
Registered Auditor
1 July 2002

37 Queen Anne Street
London
W1G 9JB

Biddulph Mansions (East) Limited

Profit and loss account for the year ended 28 September 2001

		2001	2000
	Notes	£	£
Turnover	2	70,819	65,101
Administrative expenses		(72,477)	(65,717)
Other operating income		579	50
Operating loss	3	(1,079)	(566)
Other interest receivable and similar income		1,263	675
Profit on ordinary activities before taxation		184	109
Tax on profit on ordinary activities	4	(184)	(109)
Retained profit/(loss) for the year		-	-

The notes on pages 5 to 6 form an integral part of these financial statements.

Biddulph Mansions (East) Limited

Balance sheet as at 28 September 2001

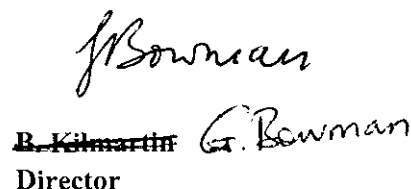
		2001		2000	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	5		29,173		29,173
Current assets					
Debtors	6	10,416		12,423	
Cash at bank and in hand		63,392		26,676	
		<u>73,808</u>		<u>39,099</u>	
Creditors: amounts falling due within one year	7	<u>(73,778)</u>		<u>(39,069)</u>	
Net current assets			30		30
Total assets less current liabilities			29,203		29,203
Creditors: amounts falling due after more than one year	8		<u>(29,173)</u>		<u>(29,173)</u>
Net assets			<u>30</u>		<u>30</u>
Capital and reserves					
Called up share capital	9		30		30
Shareholders' funds			<u>30</u>		<u>30</u>

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the Board on 27 May 2002 and signed on its behalf by



T. P. English
Director



~~B. Kilmarlin~~ G. Bowman
Director

The notes on pages 5 to 6 form an integral part of these financial statements.

Biddulph Mansions (East) Limited

Notes to the financial statements for the year ended 28 September 2001

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 March 2000).

1.2. Turnover

Turnover represents service charges receivable from the lessees during the year.

1.3. Tangible fixed assets and depreciation

No depreciation is provided on the freehold property held by the company during the year.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating loss

	2001 £	2000 £
Operating loss is stated after charging:		
Auditors' remuneration	1,200	1,100

4. Taxation

	2001 £	2000 £
UK current year taxation		
UK corporation tax	184	109

5. Tangible fixed assets

	Land and buildings freehold £	Total £
Cost		
At 29 September 2000	29,173	29,173
At 28 September 2001	29,173	29,173
Net book values		
At 28 September 2001	29,173	29,173
At 28 September 2000	29,173	29,173

No depreciation is provided for the freehold property.

Biddulph Mansions (East) Limited

Notes to the financial statements for the year ended 28 September 2001

..... continued

6.	Debtors	2001 £	2000 £
	Trade debtors	8,463	10,686
	Other debtors	-	26
	Prepayments and accrued income	1,953	1,711
		<u>10,416</u>	<u>12,423</u>
7.	Creditors: amounts falling due within one year	2001 £	2000 £
	Corporation tax	16	-
	Other taxes and social security costs	-	37
	Other creditors	71,384	34,726
	Accruals and deferred income	2,378	4,306
		<u>73,778</u>	<u>39,069</u>
8.	Creditors: amounts falling due after more than one year	2001 £	2000 £
	Shareholders' loans	<u>29,173</u>	<u>29,173</u>
9.	Share capital	2001 £	2000 £
	Authorised		
	30 Ordinary shares of 1 each	<u>30</u>	<u>30</u>
	Allotted, called up and fully paid		
	30 Ordinary shares of 1 each	<u>30</u>	<u>30</u>