

COMPANY REGISTRATION NUMBER 1639133

UNITY PROPERTY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 1997

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KINGSCOTT, DIX & CO.
CHARTERED ACCOUNTANTS
GLOUCESTER



UNITY PROPERTY LIMITED

DIRECTOR

P. Buckland

SECRETARY

L.F. Buckland

REGISTERED OFFICE

60 Kings Walk
Gloucester
GL1 1LA

BANKERS

Barclays Bank PLC
8/9 Hanover Square
London
W1A 4ZW

ACCOUNTANTS

Kingscott, Dix & Co.
Chartered Accountants
60 Kings Walk
Gloucester
GL1 1LA

INCORPORATED IN GREAT BRITAIN
REGISTRATION NO. 1639133

UNITY PROPERTY LIMITED

DIRECTOR'S REPORT

The Director presents the Report and the Financial Statements for the year ended 31 March 1997.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the Company continues to be investment in property. There has been no significant change in this activity during the year.

RESULTS AND DIVIDENDS

The loss for the year after taxation amounted to £4,528, which was added to losses brought forward to leave accumulated losses of £66,650 carried forward.

DIRECTOR

The Director of the Company and his interest in its Share Capital throughout the year was:-

	Ordinary Shares of £1 each	
	31 March 1997	31 March 1996

P. Buckland	2	2
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DIRECTORS RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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 and of the profit or loss of the company for that period. In preparing those financial statements, the director is 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 to operate.

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 them to ensure that the financial statements comply with the Companies Act 1985. He 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.

UNITY PROPERTY LIMITED

DIRECTOR'S REPORT (cont'd)

FIXED ASSETS

The movement in the Company's Fixed Assets are shown in Note 3 to the Accounts.

DONATIONS

The Company did not make any political or charitable contributions exceeding £200 to any one person or organisation during the period.

CLOSE COMPANY

The close company provisions of Section 414 Income and Corporation Taxes Act 1988 apply to the Company.

For and on behalf of the Board

A handwritten signature in black ink, appearing to read 'P. Buckland', written in a cursive style.

P. BUCKLAND

Director

UNITY PROPERTY LIMITED
 PROFIT AND LOSS ACCOUNT
 YEAR ENDED 31 MARCH 1997

		1997	1996
	NOTE	£	£
TURNOVER		-	4,200
Administrative Charges		4,528	8,739
OPERATING (LOSS)		(4,528)	(4,539)
Profit on Disposal of Fixed Assets		-	74,268
		(4,528)	69,729
Mortgage Interest Payable		-	3,553
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(4,528)	66,176
TAX ON ORDINARY ACTIVITIES	2	-	6,053
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(4,528)	60,123

There were no recognised gains or losses other than those included in the profit and loss account above.

The notes on pages 6 to 8 form part of these accounts.

UNITY PROPERTY LIMITED

BALANCE SHEET

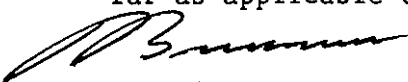
31 MARCH 1997

		1997	1996
	NOTE	£	£
FIXED ASSETS			
Tangible Assets	3	103,245	104,248
CURRENT ASSETS			
Cash at Bank		943	17,205
CREDITORS: Amounts falling due within one year	4	<u>43,612</u>	<u>17,766</u>
NET CURRENT LIABILITIES		(42,669)	(561)
TOTAL ASSETS LESS CURRENT LIABILITIES		60,576	103,687
CREDITORS: Amounts falling due after more than one year	5	<u>(127,224)</u>	<u>165,807</u>
NET LIABILITIES		<u>(66,648)</u>	<u>(62,120)</u>
CAPITAL AND RESERVES			
Called Up Share Capital	6	2	2
Profit and Loss Account	7	<u>(66,650)</u>	<u>(62,122)</u>
DEFICIT	8	<u>(66,648)</u>	<u>(62,120)</u>

Approved by the Board on 18 August 1997
and signed on its behalf

The Company is entitled to exemption from an audit for the year ended 31 March 1997 under S.249A(1) Companies Act 1985. No notice has been deposited under S.249B(2) of the Act in relation to the accounts for the financial year. We acknowledge our responsibilities as Directors for:

- [i] ensuring that the Company keeps accounting records which comply with S.221 Companies Act 1985; and
- [ii] preparing accounts which give a true and fair view of the state of affairs of the Company as at 31 March 1997, and of its loss for the financial year in accordance with the requirements of S.226 Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the Company.



P. BUCKLAND
.....Director

The notes on pages 6 to 8 form part of these financial statements.

UNITY PROPERTY LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 MARCH 1997

[1] ACCOUNTING POLICIES

[a] BASIS OF ACCOUNTING

The Financial Statements have been prepared under the historical cost convention and includes the results of the activities described in the Director's Report, all of which are continuing.

[b] TURNOVER

Turnover comprises rental income.

[c] TANGIBLE FIXED ASSETS

Tangible Fixed Assets are depreciated so as to amortize their cost over their estimated useful lives, and the following annual rates are used:-

Leasehold Property	Over period of lease
Furniture, Fixtures and Fittings	25% on reducing balance

[2] TAXATION

Based on the results for the year:-

Corporation Tax (Repayable)/
Payable

1997

£

-

1996

£

6,053

UNITY PROPERTY LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 MARCH 1997

[3] TANGIBLE FIXED ASSETS

	Total	Long Leasehold Property	Furniture Fixtures and Fittings
COST	£	£	£
As at 1 April 1996	160,543	101,450	59,093
Additions	-	-	-
As at 31 March 1997	160,543	101,450	59,093
DEPRECIATION			
As at 1 April 1996	56,295	809	55,486
Charged for Year	1,003	101	902
As at 31 March 1997	57,298	910	56,388
NET BOOK VALUE			
As at 31 March 1997	103,245	100,540	2,705
As at 31 March 1996	104,248	100,641	3,607

[4] CREDITORS: Amounts falling due within one year	1997	1996
	£	£
Director's Current Account	16,001	7,234
Other Creditors	27,111	3,715
Corporation Tax	-	6,053
Accruals	500	764
	<u>43,612</u>	<u>17,766</u>

[5] CREDITORS: Amounts falling due after more than one year	1997	1996
	£	£
Loan from Transnational Corporation Limited	127,224	165,807
	<u>127,224</u>	<u>165,807</u>

UNITY PROPERTY LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 MARCH 1997

[6]	SHARE CAPITAL	1997	1996
		No.	No.
	Authorised:		
	100 Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
		£	£
	Issued and Fully Paid:		
	2 Ordinary Shares of £1 each	<u>2</u>	<u>2</u>
[7]	PROFIT AND LOSS ACCOUNT	1997	1996
		£	£
	Accumulated Losses at 1 April 1996	(62,122)	(122,245)
	(Loss)/Profit for Year	<u>(4,528)</u>	<u>60,123</u>
	Accumulated Losses at 31 March 1997	<u>(66,650)</u>	<u>(62,122)</u>
[8]	BALANCE SHEET TOTAL	1997	1996
		£	£
	Deficit at 1 April 1996	(62,120)	(122,243)
	(Loss)/Profit for Year	<u>(4,528)</u>	<u>60,123</u>
	Deficit at 31 March 1997	<u>(66,648)</u>	<u>(62,120)</u>

[9] ULTIMATE CONTROLLING PARTY

Throughout the year the Company was under the control of Mr. P. Buckland.

[10] RELATED PARTIES

Included within creditors is £154,335 (1996 : £166,807) balances owed to Transnational Corporation Limited and Al Credit Reference Bureau Limited which are regarded as related parties by reason of common ownership.

No services were provided to or from these Companies during the year.