

AESCHYLUS LIMITED

**REPORT
AND
FINANCIAL STATEMENTS**

YEAR ENDED 31ST DECEMBER 2001



LD4
COMPANIES HOUSE

LHN43EBL

0359
18/09/02

Company Registration Number 1835663

AESCHYLUS LIMITED

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The Following pages are attached for
information only and do not form part
of the Statutory Financial Statements

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AESCHYLUS LIMITED

OFFICERS AND PROFESSIONAL ADVISORS

FOR THE YEAR ENDED 31ST DECEMBER 2001

Director

V. Gatti

Secretary

Clyde Secretaries Limited
51 Eastcheap
London
EC3M 1JP

Registered Office

51 Eastcheap
London
EC3M 1JP

Bankers

Royal Bank of Scotland
7 Fore Street
Taunton
Somerset
TA1 1RZ

UBS SA
1800 Vevey
Switzerland

DIRECTOR'S REPORT FOR THE YEAR ENDED 31ST DECEMBER 2001

The Director submits her report and Financial Statements for the year ended 31st December 2001.

Statement of Director's Responsibilities

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 these Financial Statements the Director is required to:

Select suitable accounting policies and then apply them consistently.

Make judgments 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 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 her to ensure that the Financial Statements comply with the Companies Act 1985. She 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.

Results

The Profit for the year after taxation amounted to £ 78,076. After proposing a dividend of £60,000 (2000:£75,000) the resulting retained profit of £ 18,076 is recommended be added to the reserves.

Dividends

Dividends totalling £60,000 were proposed for the year representing a payment of 12p per share. (2000: £75,000 - 15p per share).

Review of Activities and Developments

The principal activity of the Company is that of a property developer and property letting company. Both the level of activity and the year end financial position were satisfactory and the Director anticipates that the present level of activity will be sustained for the foreseeable future.

AESCHYLUS LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31ST DECEMBER 2001

(CONTINUED)

Director

The Director of the Company who has served during the year and his shareholding in the Company is as follows:

Subsequent to the year end K. Pagac resigned and V. Gatti was appointed in his stead in March 2002.

	Ordinary Shares of £1 each	
	31.12.01	01.01.01
K. Pagac (Resigned March 2002)	None	None
V. Gatti (Appointed March 2002)	None	None

Fixed Assets

Fixed Asset movements are shown in note 5 on page 9. In the opinion of the Director the Freehold Property has a market value of approximately £800,000, which is in excess of the cost reflected in the Financial Statements. No tax charge would arise on a realisation at the estimated market value.

Subsequent to the date of the Balance Sheet the company mortgaged the freehold property to the HSBC in the sum of £200,000. Repayments are being made on a monthly basis.

By Order of the Board


Director for & on behalf of
CLYDE SECRETARIES LIMITED
Secretary

Eastcheap
LONDON
EC3M 1JP

AESCHYLUS LIMITED

ACCOUNTING POLICIES

FOR THE YEAR ENDED 31ST DECEMBER 2001

a) Basis of Accounting

The Financial Statements have been produced under historical cost convention, and in accordance with applicable Accounting Standards.

b) Depreciation

Depreciation is not charged on Freehold Properties because in the opinion of the Director, the difference between net realisable value and the cost at the end of their estimated useful economic life is likely to be negligible.

c) Turnover

Turnover represents the amount receivable from rental income in the ordinary course of business, excluding Value Added Tax, earned wholly within the U.K.

AESCHYLUS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 2001

	<u>Note</u>	<u>2001</u>	<u>2000</u>
		£	£
Turnover		108'992	108'992
Administration Expenses		<u>(28'785)</u>	<u>(20'697)</u>
		80'207	88'295
Interest Receivable and Similar Income		<u>26</u>	<u>27</u>
Profit on Ordinary Activities before Taxation	1	80'233	88'322
Taxation	2	<u>(2'157)</u>	<u>(16'921)</u>
Profit on Ordinary Activities After Taxation		78'076	71'401
Dividends (Proposed)	3	<u>(60'000)</u>	<u>(75'000)</u>
Retained Profit/(Loss) for the Financial Year	9	<u>18'076</u>	<u>(3'599)</u>

There are no gains or losses other than the gain for the year.

There are no acquisitions or discontinued operations during the year.

AESCHYLUS LIMITED

BALANCE SHEET AS AT 31ST DECEMBER 2001

	<u>NOTE</u>	<u>2001</u>		<u>2000</u>	
		£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets	5		539'380		539'380
 <u>CURRENT ASSETS</u>					
Debtors	6	3'053		25'675	
Cash at Bank and in Hand		2'550		5'558	
		<u>5'603</u>		<u>31'233</u>	
 <u>CURRENT LIABILITIES</u>					
Creditors : Amounts falling due within one year	7	(20'062)		(63'768)	
NET CURRENT ASSETS			<u>(14'459)</u>		<u>(32'535)</u>
 <u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			<u>524'921</u>		<u>506'845</u>
 <u>SHAREHOLDERS EQUITY</u>					
Called Up Share Capital	8		500'000		500'000
Profit and Loss Account	9		24'921		6'845
 <u>SHAREHOLDERS FUNDS</u>			<u>524'921</u>		<u>506'845</u>

Balance Sheet is continued on next page

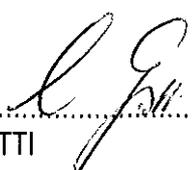
AESCHYLUS LIMITED

BALANCE SHEET AS AT 31ST DECEMBER 2001

/Continued

For the year in question, the company was entitled to exemption from an audit under section 249A(1) of the Companies Act 1985. No notice has been deposited under section 249B(2) of the Act in relation to the Financial Statements for the financial year. The director acknowledges her responsibilities for :

- a) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985; and
- b) preparing Financial Statements 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 requirement of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.


..... Director
V. GATTI

The Financial Statements were approved by the Director on 10.07.2002

AESCHYLUS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST DECEMBER 2001

	<u>2'001</u>	<u>2'000</u>
	£	£
1. PROFITS ON ORDINARY ACTIVITIES BEFORE TAXATION		
Profit on Ordinary Activities before Taxation is stated after charging :		
Director's Emoluments	<u>2'000</u>	<u>1'000</u>
And after Crediting :		
Rents Receivable	108'992	108'992
Bank Interest Receivable	19	27
Interest on overpaid Corporation Tax	7	-
	<u>109'018</u>	<u>109'019</u>
2. TAXATION		
Provision has been made for Taxation on the Profit for the year	12'737	16'921
U.K. Corporation Tax overprovision in previous year	<u>(10'580)</u>	<u>-</u>
	<u>2'157</u>	<u>16'921</u>
3. DIVIDENDS		
Dividends proposed on Ordinary Shares (12p per share) (2000: £75,000 - 15p per share)	<u>60'000</u>	<u>75'000</u>
4. EMPLOYEES INFORMATION		
The average number of persons employed by the Company during the year inclusive of the Director was as follows :		
	1	1
The total employment costs including the Director were as follows :		
	£	£
Salaries	<u>2'000</u>	<u>4'000</u>

AESCHYLUS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST DECEMBER 2001

	<u>2001</u>	<u>2000</u>
	£	£
5. FIXED ASSETS		
Freehold Land and Buildings	539'380	539'380
	=====	=====
<p>The Director is of the opinion that the value of the freehold land and buildings is in excess of the stated cost. Subsequent to the date of the Balance Sheet the company pledged as collateral the freehold property in return for a loan of £200,000. Monthly instalments are being paid to liquidate the loan.</p>		
6. DEBTORS		
<u>Falling Due Within One Year</u>		
Due from shareholder	-	15'697
Advance Corporation Tax Recoverable	-	8'978
Prepayments and Debtors	3'053	1'000
	-----	-----
	3'053	25'675
	=====	=====
7. CREDITORS		
<u>Amounts Falling Due Within One Year</u>		
Due to the shareholder	4'304	-
Corporation Tax Payable	3'758	52'260
Accruals and Deferred Income	12'000	11'508
	-----	-----
	20'062	63'768
	=====	=====
8. CALLED UP SHARE CAPITAL		
<u>Authorised</u>		
750,000 Ordinary Shares of £1 each	750'000	750'000
<u>Called Up, Allotted and Fully Paid</u>		
500,000 Ordinary Shares of £1 each	500'000	500'000
	=====	=====

AESCHYLUS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST DECEMBER 2001

9. SHAREHOLDERS' FUNDS

	Called Up Share Capital	Profit and Loss Account	Total Shareholders' Funds	
	<u>2'001</u>	<u>2'000</u>	<u>2'001</u>	<u>2'000</u>
	£	£	£	£
Opening Balance	500'000	6'845	506'845	510'444
Retained Profits for the year	—	18'076	18'076	(3'599)
	<u>500'000</u>	<u>24'921</u>	<u>524'921</u>	<u>506'845</u>

10. ULTIMATE CONTROLLING PARTY

In the opinion of the Director the ultimate controlling party is Pinnacle Holdings S.A.