

KAELAN LIMITED

Company No. 1917888

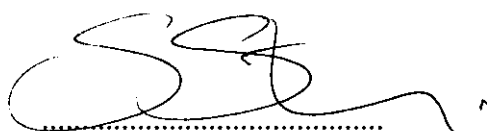
BALANCE SHEET AS AT 31ST MARCH 2004

	Notes	£	2004 £	2003 £
FIXED ASSETS				
Tangible assets	2		36979	36979
CURRENT ASSETS				
Prepayments		416		378
Other debtors		-		41
Cash at bank		<u>20759</u>		<u>13594</u>
		21175		14013
CREDITORS: Amounts falling due within one year		<u>(17379)</u>		<u>(16147)</u>
NET CURRENT ASSETS/(LIABILITIES)			<u>3796</u>	<u>(2134)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			£ <u>40775</u>	£ <u>34845</u>
CAPITAL AND RESERVES				
Called up share capital	3		2	2
Profit and loss account			<u>40773</u>	<u>34843</u>
SHAREHOLDERS' FUNDS			£ <u>40775</u>	£ <u>34845</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A (1) of the Companies Act 1985. No shareholders have issued a notice under Section 249B (2) requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for 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 for the year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the Board of Directors



S Smith

1st November 2004



The notes on pages 2 and 3 form part of these accounts.

KAELAN LIMITEDNOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

1. ACCOUNTING POLICIES

i. Accounting convention

The financial statements have been prepared using the historical cost convention.

ii. Turnover

Turnover comprises of the sale proceeds of land net of any direct selling costs and exclusive of value added tax.

iii. Stock

Stock comprises of the cost of land for resale. Cost includes purchase price of the land plus any legal costs incurred on acquisition and the cost of any improvement.

iv. Depreciation

Investment property consists of land and is not depreciated. The cost of other fixed tangible assets less their estimated residual values are depreciated over their estimated useful lives using the straight line method and an annual rate of 25%.

v. Deferred taxation

Deferred taxation is provided using the liability method except that no provision is made where there is reasonable probability that no liability will arise in the foreseeable future.

2. FIXED TANGIBLE ASSETS

COST	Total	Investment property	Plant & machinery
At 31st March 2003 and 31st March 2004	<u>38677</u>	<u>36979</u>	<u>1698</u>
DEPRECIATION			
At 31st March 2003	1698	-	1698
Charge for the year	<u>-</u>	<u>-</u>	<u>-</u>
At 31st March 2004	<u>1698</u>	<u>-</u>	<u>1698</u>
Net book value at 31st March 2004	£ <u>36979</u>	£ <u>36979</u>	£ <u>-</u>
Net book value at 31st March 2003	£ <u>36979</u>	£ <u>36979</u>	£ <u>-</u>

3. CALLED UP SHARE CAPITAL

	2004	2003
Authorised		
100 Ordinary shares of £1	£ <u>100</u>	£ <u>100</u>
Issued and fully paid		
2 Ordinary shares of £1 each	£ <u>2</u>	£ <u>2</u>

KAELAN LIMITEDNOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

4. TRANSACTIONS INVOLVING DIRECTORS

Creditors includes £15032 (2003 - £14832) due to the directors who control the company.
There are no fixed repayment terms.