

REPORT OF THE DIRECTORS

The Directors have pleasure in submitting their Report together with the accounts for the year ended 30th June 2001.

PRINCIPAL ACTIVITY

Company Registrars and the provision of Management and Financial Consultancy.

DIRECTORS

The Directors and their Shareholding, throughout the year, were:

	<u>SHARES OF £1 EACH</u>
Mr C. Anthony Wood	30
Mr Andrew D. Wood	20
Mrs Beryl Wood	30
Mrs Christine L. Bushell	20

FIXED ASSETS

These are stated at Note 6.

ACCOUNTING POLICY

This is stated at Note 1 to the Accounts. The Company is a "Small-Sized Company" as defined by the Companies Act 1985.

AUDITORS

The Directors have taken advantage of the exemptions in S.249A(1) of the Companies Act removing the need for an Audit.



STATEMENT OF DIRECTORS' RESPONSIBILITIES

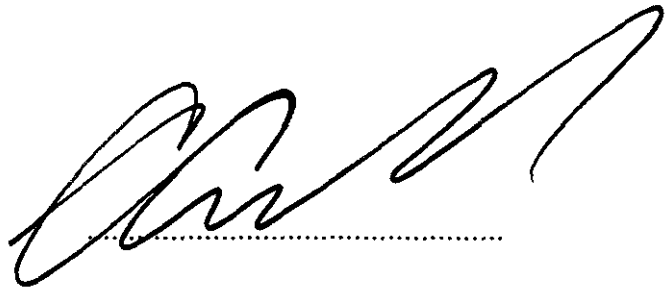
Company Law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit and loss of the Company for that period. In preparing the financial statements, the Directors are required to:-

1. Select suitable accounting policies and apply them consistently.
2. Make judgements and estimates that are reasonable and prudent.
3. State whether applicable accounting standards have been followed subject to any material departure disclosed and explained in the financial statements.
4. Prepare the financial statements on a going concern basis when it is appropriate 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 for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing the above Report the Directors have taken advantage of the special exemptions applicable to small companies.

ON BEHALF OF THE BOARD

A large, stylized handwritten signature in black ink, written over a dotted line.

Registered Office:

25, Glover Road,
Pinner,
Middlesex HA5 1LQ

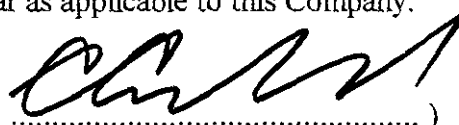
February, 2002.

LUNHALL LIMITED

BALANCE SHEET
AS AT 30th JUNE 2001

<u>2000</u>		<u>2001</u>
1,055	<u>FIXED ASSETS</u> (Note 6)	846
	<u>CURRENT ASSETS</u>	
2,000	Debtors	1,000
2,101	Cash at Bank	4,399
<u>4,101</u>		<u>5,399</u>
	<u>LESS CURRENT LIABILITIES falling due within</u> <u>one year:</u>	
1,265	Accrued Expenses	294
112	Director's Current Account	112
(267)	Corporation Tax (Note 5)	216
<u>1,110</u>		<u>622</u>
<u>2,991</u>		<u>4,777</u>
<u>£4,046</u>	<u>NET ASSETS</u>	<u>£5,623</u>
	Represented by:	
	<u>SHARE CAPITAL</u>	
	Authorised	<u>£1,000</u>
100	Issued and Fully Paid Shares of £1 each	100
	<u>PROFIT AND LOSS ACCOUNT</u>	
3,946	Surplus per annexed account	5,523
<u>£4,046</u>		<u>£5,623</u>

The Directors have taken advantage of S.249A(1) of the Companies Act 1985 in not having these accounts audited. We confirm that no notice has been deposited under S.249B(2) of the Act. We acknowledge our responsibilities for ensuring that the Company keeps accounting records which comply with S.221 of the Act. We acknowledge our responsibilities for preparing accounts which give a true and fair view of the Company and of its result for the year ended 30th June 2001 in accordance with the requirements of S.226 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this Company.



.....)
.....) DIRECTORS
.....) February, 2002.

LUNHALL LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30th JUNE 2001

<u>2000</u>		<u>2001</u>
10,803	FEEES & COMMISSIONS	17,428
12,228	<u>LESS</u> Administration & Overhead Expenses	15,672
<u>(1,425)</u>	PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION (Note 4)	<u>1,756</u>
(280)	Taxation (Note 5)	179
<u>(1,145)</u>	<u>PROFIT/(LOSS) FOR THE YEAR AFTER TAX</u>	<u>1,577</u>
5,091	SURPLUS BROUGHT FORWARD 1.7.00	3,946
<u>£3,946</u>	SURPLUS CARRIED FORWARD 30.6.01	<u>£5,523</u>

1. THE ATTACHED NOTES FORM AN INTEGRAL PART OF THESE ACCOUNTS.
2. NONE OF THE COMPANY'S ACTIVITIES WERE ACQUIRED OR DISCONTINUED DURING THE ABOVE TWO FINANCIAL YEARS.
3. THE COMPANY HAS NO RECOGNISED GAINS OR LOSSES OTHER THAN THE RESULTS FOR THE ABOVE TWO FINANCIAL PERIODS.

LUNHALL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30th JUNE 2001

1. ACCOUNTING POLICIES:

1.1 **Historical Cost Convention**

The financial statements are prepared under the historical cost convention.

1.2 **Fees**

Fees is the total amount receivable by the Company in the ordinary course of business.

1.3 **Depreciation**

Depreciation is calculated to write down the cost of the following assets over their expected useful lives:

	Rate	Method
Office Equipment	25%	Reducing Balance

1.4 **Deferred Taxation**

No deferred taxation is provided because in the opinion of the directors there is a reasonable probability of the tax not falling due for payment within the foreseeable future.

1.5 **Freehold Ground Rents**

In the view of the Directors the value at the Balance Sheet date is not less than cost. Therefore no Depreciation is considered necessary.

1.6 **Financial Reporting Standard No.1**

The Company has taken advantage of the exemption in F.R.S.1 from producing a Cash Flow statement on the grounds that it is a small company.

2. FEES:

Fees comprise the income generated from services provided during the year.

3. STAFF COST:

	<u>2001</u>	<u>2000</u>
3.1 Salaries & N.I.	<u>£12,251</u>	<u>£10,084</u>
3.2 Directors Remuneration comprises:		
C. Anthony Wood	-	-
Beryl E. Wood	-	1,000
Andrew D. Wood	150	500
Christine L. Bushell	2,468	300
	<u>£2,618</u>	<u>£1,800</u>

LUNHALL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)
YEAR ENDED 30th JUNE 2001

4. PROFIT(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION:

This is stated after charging:	<u>2001</u>	<u>2000</u>
Depreciation	£559	£95
Directors' Remuneration	£2,618	£1,800
	<u>=====</u>	<u>=====</u>

5. TAXATION:

	<u>2001</u>	<u>2000</u>
Based on the profit for the year:		
Corporation Tax at 10%	216	-
Less adjustment	37	-
	<u>£179</u>	<u>£ -</u>
	<u>=====</u>	<u>=====</u>

6. TANGIBLE FIXED ASSETS:

	<u>Office Equipment</u>	<u>Freehold Ground Rents</u>
<u>Cost</u>		
At 01.07.00	3,081	771
Additions	350	-
At 30.06.01	<u>£3,431</u>	<u>£771</u>
	<u>=====</u>	<u>=====</u>
<u>Depreciation</u>		
At 01.07.00	2,797	-
Charge for the year	559	-
At 30.06.01	<u>£3,356</u>	<u>£ -</u>
	<u>=====</u>	<u>=====</u>
<u>Net Book Value</u>		
At 01.07.00	<u>£284</u>	<u>£771</u>
	<u>=====</u>	<u>=====</u>
At 30.06.01	<u>£75</u>	<u>£771</u>
	<u>=====</u>	<u>=====</u>

7. POST BALANCE SHEET EVENTS & CONTINGENT LIABILITIES:

The Directors are not aware of any material items.