

PARKSIDE PROPERTY INVESTMENTS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2002

Company No. 1995265



PARKSIDE PROPERTY INVESTMENTS LIMITED

COMPANY INFORMATION

Directors	J M Slinger J R Slinger
Secretary	J R Slinger
Company Number	1995265
Registered Office	Westfield House Carr Lane Thorner Leeds LS14 3HD

PARKSIDE PROPERTY INVESTMENTS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 2002

The directors present their report together with the financial statements for the year ended 31st December 2002.

Principal Activities

The company continued to trade as a property developer and as an investment company and property manager.

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary Shares	
	31st December 2002	1st January 2002
J M Slinger	-	-
J R Slinger	100	100

Political and Charitable Contributions

The company made no political nor charitable contributions during the year.

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

Select suitable accounting policies and then 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 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.

PARKSIDE PROPERTY INVESTMENTS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 2002

Small company exemptions

The report of the Directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and was approved by the board on 14 July 2003, and signed on its behalf.

A handwritten signature in black ink, appearing to read 'J R Slinger', with a long horizontal stroke extending to the right.

J R Slinger, Secretary
14 July 2003

PARKSIDE PROPERTY INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 2002

	Notes	2002 £	2001 £
Turnover	2	75,630	73,634
Administrative Expenses		<u>13,328</u>	<u>9,683</u>
Operating Profit		62,302	63,951
Interest Receivable		10,399	11,762
Interest Payable and Similar Charges		<u>-</u>	<u>(4)</u>
Profit on Ordinary Activities before Taxation		72,701	75,709
Tax on profit on ordinary activities	3	<u>9,247</u>	<u>13,784</u>
Profit for the Financial Year		63,454	61,925
Dividends		<u>250</u>	<u>500</u>
Retained Profit for the Year		63,204	<u>61,425</u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

PARKSIDE PROPERTY INVESTMENTS LIMITED

BALANCE SHEET

AS AT 31ST DECEMBER 2002

	Notes	2002		2001	
		£	£	£	£
Fixed Assets					
Tangible assets	4		600,000		600,000
Current Assets					
Debtors	5	4,773		11,436	
Short term loan	6	340,000		275,000	
Cash at bank		6,022		14,658	
		350,795		301,094	
Creditors: Amounts Falling Due Within One Year	7	46,999		60,502	
Net Current Assets			303,796		240,592
Total Assets Less Current Liabilities			903,796		840,592
Capital and Reserves					
Share Capital	8		100		100
Revaluation reserve			397,264		397,264
Profit and loss account			506,432		443,228
			903,796		840,592

The directors are of the opinion that the company is entitled to exemption from audit conferred by Subsection 1 of Section 249A of the Companies Act 1985 for the year ended 31st December 2002.

The directors confirm that no member or members have requested an audit pursuant to Subsection 2 of Section 249B of the Companies Act 1985.

The directors confirm that they are responsible for:

ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985,

and preparing financial statements which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its results for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to financial statements, so far as applicable to the company.

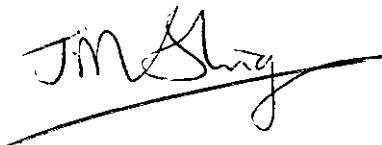
PARKSIDE PROPERTY INVESTMENTS LIMITED

BALANCE SHEET

AS AT 31ST DECEMBER 2002

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

These financial statements were approved by the board on 14 July 2003 and signed on its behalf.

A handwritten signature in black ink, appearing to read 'J M Slinger', with a long horizontal stroke extending to the right.

J M Slinger
Director

PARKSIDE PROPERTY INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2002

1. Accounting Policies

Basis of Accounting

The Financial Statements have been prepared under the historical cost convention except that certain freehold properties are shown at their revalued amounts.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover is the total amount receivable by the company for rents and management fees.

Investment Properties

In accordance with Statement of Standard Accounting Practice No 19, certain of the company's properties are held for long-term investment and are included in the Balance Sheet at their open market values. The surplus or deficit on annual revaluation of such properties is transferred to the investment property revaluation reserve. Depreciation is not provided in respect of freehold investment properties. Leasehold investment properties are not amortised where the unexpired term is over twenty years.

This policy represents a departure from statutory accounting principles, which require depreciation to be provided on all fixed assets. The directors consider that this policy is necessary in order that the Financial Statements may give a true and fair view because current values and changes in current values are of prime importance rather than the calculation of systematic annual depreciation. Depreciation is only one of many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

2 Turnover

The turnover was derived from the company's principal activities, which were carried out wholly in the UK.

3 Taxation

	2002	2001
Based on the profit for the year	£	£
UK corporation tax at 19.25% (2001 20%)	9,247	13,784
	=====	=====

PARKSIDE PROPERTY INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2002

Factors affecting tax charge for period:

The tax assessed for the period is lower than the small companies rate of corporation tax of 19.25% (2000 20%) due to the following factors:

	2002	2001
	£	£
Profit on ordinary activities before taxation	72,701	75,709
	=====	=====
Profit on ordinary activities multiplied by small companies rate of corporation tax of 19.25% (2000 20%)	13,995	15,142
Disallowed expenditure	172	107
Wear and tear allowance	(1,432)	(1,465)
Prior year repayment	(3,488)	-
	9,247	13,784
	=====	=====

4. Tangible Fixed Assets

	Land & Buildings	Total
	£	£
Cost or valuation		
At 1 January 2002 and 31 December 2002	600,000	600,000
	=====	=====

5. Debtors	2002	2001
	£	£
Prepayments and accrued income	4,773	11,436
	=====	=====

6. Short term loan

The short term loan is to Gradebatch Limited, a company under the control of the directors and is at an interest rate of 0.5% below bank base rate. The purpose of the loan is to enable this company to maximise its interest income by pooling amounts available for deposit with those of Gradebatch Limited.

PARKSIDE PROPERTY INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2002

7. Creditors:		
Amounts Falling Due Within One Year	2002	2001
	£	£
Corporation tax	12,735	13,783
Directors' loan accounts	22,262	37,575
Accruals and deferred income	7,032	5,834
Other creditors	4,970	3,310
	46,999	60,502
	<u><u> </u></u>	<u><u> </u></u>

Bank overdrafts are secured by a fixed and floating charge over all of the company's assets.

8. Share Capital	2002	2001
	£	£
Authorised		
1,000 Ordinary shares of £1.00 each	1,000	1,000
	<u><u> </u></u>	<u><u> </u></u>
Allotted		
100 Allotted, called up and fully paid ordinary shares of £1.00 each.	100	100
	<u><u> </u></u>	<u><u> </u></u>

9. Reconciliation of movements in shareholders' funds

	2002	2001
	£	£
Profit for the year	63,204	61,425
Opening shareholders' funds	840,592	779,167
Closing shareholders' funds	903,796	840,592
	<u><u> </u></u>	<u><u> </u></u>

10. Related party transactions

The company made loans during the year to Gradebatch Limited, as disclosed in note 6. Interest accrued At the year end was £3,649 (2001: £3,382), this amount is included in prepayments and accrued income.

11. Controlling interest

In the directors' opinion the company's ultimate controlling party is themselves.