

No. 2189526

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ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE PERIOD

24 JUNE 1997 TO 24 DECEMBER 1998



ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

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for the Period 24 June 1997 to 24 December 1998

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ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

COMPANY INFORMATION

for the Period 24 June 1997 to 24 December 1998

DIRECTORS:

Z Eshkeri
A Foster
S Lebor
P Smidt-Olsen
G W Rhodes

SECRETARY:

Newton Gatoff

REGISTERED OFFICE:

18b Avenue Mansions
Finchley Road
London
NW3 7AU

REGISTERED NUMBER:

2189526 (England and Wales)

AUDITORS:

Levy Blair
Chartered Accountants
Registered Auditors
London

ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

REPORT OF THE DIRECTORS

for the Period 24 June 1997 to 24 December 1998

The directors present their report with the financial statements of the company for the period 24 June 1997 to 24 December 1998.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of acting as a property managing agent for B A M Estate Limited, the holding company. The company had no transactions on its own account during the year.

DIRECTORS

The directors during the period under review were:

Z Eshkeri
A Foster
S Lebor
P Smidt-Olsen
G W Rhodes
A R Large
R Muskath

- appointed 27.11.97
- resigned 27.11.97
- resigned 15.1.98

The directors holding office at 24 December 1998 did not hold any beneficial interest in the issued share capital of the company at 24 June 1997 (or date of appointment if later) or 24 December 1998.

All the directors are also directors of the holding company and their beneficial interest in its shares are shown in that company's accounts.

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 or loss of the company for that period. In preparing those financial statements, the directors are 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.

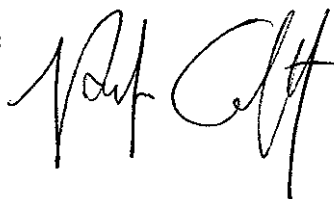
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, Levy Blair, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



Newton Gatoff - SECRETARY

Dated: 18 March 1999

ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

**REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
ESTATE MANAGEMENT (HAMPSTEAD) LIMITED**

We have audited the financial statements on pages four to six which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 24 December 1998 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



Levy Blair
Chartered Accountants
Registered Auditors
London

Dated: 18 March 1999

ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

PROFIT AND LOSS ACCOUNT

for the Period 24 June 1997 to 24 December 1998

		Period 24.6.97 to 24.12.98	Year Ended 23.6.97
	Notes	£	£
TURNOVER		-	-
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	-	-
Tax on profit on ordinary activities	3	-	-
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		-	-
RETAINED PROFIT CARRIED FORWARD		-	-

The notes form part of these financial statements

ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

BALANCE SHEET

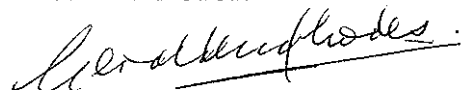
24 December 1998

		1998	1997
	Notes	£	£
CURRENT ASSETS:			
Cash at bank and in hand		23,128	15,271
CREDITORS: Amounts falling due within one year	4	23,125	15,268
NET CURRENT ASSETS:		3	3
TOTAL ASSETS LESS CURRENT LIABILITIES:		£3	£3
CAPITAL AND RESERVES:			
Called up share capital	5	3	3
Shareholders' funds		£3	£3

These 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.

ON BEHALF OF THE BOARD:


S Lebor - DIRECTOR


G W Rhodes - DIRECTOR

Approved by the Board on 18 March 1999

The notes form part of these financial statements

ESTATE MANAGEMENT (HAMPSTEAD) LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Period 24 June 1997 to 24 December 1998

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The company was dormant throughout the current period and previous year.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. OPERATING PROFIT

The operating profit is stated after charging:

	Period 24.6.97 to 24.12.98 £	Year Ended 23.6.97 £
Directors' emoluments and other benefits etc	- ==	- ==

3. TAXATION

No liability to UK Corporation tax arose on ordinary activities for the period ended 24 December 1998 nor for the year ended 23 June 1997.

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1998 £	1997 £
Amounts due to holding company	23,125 ==	15,268 ==

5. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	1998 £	1997 £
100	Ordinary Shares	£1	100 ==	100 ==

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	1998 £	1997 £
3	Ordinary Shares	£1	3 ==	3 ==

6. ULTIMATE PARENT COMPANY

The ultimate holding company is B A M Estate Limited, a company registered in England.