

"SIGNATURE"  
(Revised)

COMPANY NUMBER  
02225939

**STOPBASE LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31ST MARCH 2004**



THAIN WILDBUR (FAKENHAM)  
**ACCOUNTANTS**

**STOPBASE LIMITED**

**REGISTERED OFFICE**

23 MARKET PLACE  
FAKENHAM  
NORFOLK  
NR21 9BS

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31ST MARCH 2004**

**DIRECTORS**

J.C. BROWNE  
J.J. BROWNE

**SECRETARY**

MRS. E.M. BROWNE

**PRINCIPAL ACTIVITIES**

The principal activity of the company is property dealers and underwriting guarantees provided under the N.H.B.C. Scheme.

**DIRECTORS**

The directors are as shown above.

**DIRECTORS' INTEREST**

The interest of the directors in the shares of the company at the beginning and end of the year was:-

	<b><u>2004</u></b>	<b><u>2003</u></b>
J.C. BROWNE	100	100
	<u>          </u>	<u>          </u>

**SMALL COMPANY EXEMPTION**

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**

  
.....  
**DIRECTOR/SECRETARY**

Dated 06.01.2005 .....

**ACCOUNTANTS REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS**  
**OF STOPBASE LIMITED**

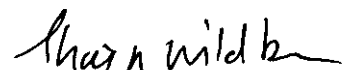
We have prepared on the basis of the information contained in the company's accounting records and provided by the company's directors, and without carrying out an audit or examination, the accounts for the year ended 31st March 2004 set out on pages 3 to 8.

As described on the balance sheet the company's directors are responsible for the preparation of the accounts and they believe that the company is exempt from an audit.

We have not conducted an audit on the accounts in accordance with Auditing Standards issued by the Auditing Practices Board and accordingly we express no opinion thereon.

Dated

31st December 2004



Thain Wildbur (Fakenham)  
23 Market Place  
FAKENHAM  
Norfolk  
NR21 9BS

Accountants

**STOPBASE LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST MARCH 2004**

		<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>Note</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
<b>TURNOVER</b>	2	6,125	6,125
Cost of sales		-	-
		<hr/>	<hr/>
<b>GROSS PROFIT</b>		6,125	6,125
Net operating expenses		1,014	1,009
		<hr/>	<hr/>
<b>OPERATING PROFIT</b>		5,111	5,116
Interest receivable & similar income	3	5,106	925
Interest payable & similar charges	4	-	(26)
		<hr/>	<hr/>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		10,217	6,015
Tax on profit on ordinary activities	5	(4,942)	-
		<hr/>	<hr/>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		5,275	6,015
<b>RETAINED PROFIT BROUGHT FORWARD</b>		327,617	321,602
		<hr/>	<hr/>
<b>RETAINED PROFIT CARRIED FORWARD</b>		332,892	327,617
		<hr/> <hr/>	<hr/> <hr/>

The company has no recognised gains or losses other than those shown above.

The annexed notes form part of these financial statements.

**STOPBASE LIMITED**

**BALANCE SHEET**  
**AS AT 31ST MARCH 2004**

		<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>Note</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
<b>FIXED ASSETS</b>	6	49,441	49,441
<b>CURRENT ASSETS</b>			
Stock	7	15,000	15,000
Debtors	8	53,995	267,026
Cash at bank and in hand		223,241	3,150
		<hr/>	<hr/>
		292,236	285,176
<b>CREDITORS:</b>			
Due within one year	9	8,685	6,900
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		283,551	278,276
		<hr/>	<hr/>
<b>NET ASSETS</b>		332,992	327,717
		<hr/>	<hr/>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		100	100
Profit and loss account		332,892	327,617
		<hr/>	<hr/>
		332,992	327,717
		<hr/>	<hr/>

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**STOPBASE LIMITED**

**DIRECTORS' STATEMENTS REQUIRED BY SECTION 249B(4)**  
**FOR THE YEAR ENDED 31ST MARCH 2004**

In approving these financial statements as directors of the company we hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985.
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31st March 2004 and
- (c) that we acknowledge our responsibilities for:
  - (1) ensuring that the company keeps accounting records which comply with Section 221; and
  - (2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

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

**ON BEHALF OF THE BOARD**

  
.....  
**DIRECTOR**

Date 06 - 01 - 2005 .....

**STOPBASE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**AT 31ST MARCH 2004**

**NOTE 1 – ACCOUNTING POLICIES**

**1.1 Accounting Convention**

These financial statements have been prepared under the historical cost convention.

**1.2 Financial Reporting Standard No. 1**

The company has taken advantage of the exemptions in FRS 1 from producing a cash flow statement on the grounds that it is a small company.

**1.3 Deferred Taxation**

Provision is made for deferred taxation using the liability method, to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes, except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

**1.4 Other Policies**

Other accounting policies are shown under the appropriate note heading to which they apply.

**NOTE 2 – TURNOVER**

Turnover represents the amount receivable from property sales and in respect of the appropriate portion of underwriting turnover which reflects the long term nature of that source of income in accordance with SSAP9.

**NOTE 3 – INTEREST RECEIVABLE & SIMILAR INCOME**

	<u>2004</u> £	<u>2003</u> £
Bank interest	5,106	925
	<hr/>	<hr/>

**NOTE 4 – INTEREST PAYABLE & SIMILAR CHARGES**

	<u>2004</u> £	<u>2003</u> £
Bank charges	-	26
	<hr/>	<hr/>

**NOTE 5 – TAXATION**

The taxation charge for the year comprises:

	<u>2004</u> £	<u>2003</u> £
Corporation tax	52	-
Under provision in previous years	114	-
S.419 Tax – under provision in previous years	58,771	-
S.419 Tax – refundable 31 <sup>st</sup> December 2004	(53,995)	-
	<hr/>	<hr/>
	4,942	-
	<hr/>	<hr/>

**STOPBASE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**AT 31ST MARCH 2004**

**NOTE 6 – FIXED ASSETS**

**6.1 – TANGIBLE FIXED ASSETS**

	<u>Property</u> <u>£</u>
<b>COST</b>	
at 1st April 2003	49,441
	<hr/>
at 31st March 2004	49,441
	<hr/>
<b>DEPRECIATION</b>	
at 1st April 2003	-
Charge for year	-
	<hr/>
at 31st March 2004	-
	<hr/>
<b>NET BOOK VALUE</b>	
at 31st March 2004	49,441
	<hr/>
at 31st March 2003	49,441
	<hr/>

**6.2– DEPRECIATION POLICIES**

The directors consider that freehold properties are maintained in such a state of repair that their residual value is at least equal to their net book value. As a result the corresponding depreciation would not be material and therefore is not charged in the Profit and Loss account.

The directors perform annual impairment reviews in accordance with the requirements of FRS 15 and FRS 11 to ensure that the recoverable amount is not lower than the carrying value.

**NOTE 7 – STOCKS**

Stocks are stated at the lower cost or net realisable value.

<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
15,000	15,000
<hr/>	<hr/>

**NOTE 8 – DEBTORS**

	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
Other debtors – James Browne Developments	-	267,026
S.419 – Tax refundable	53,995	-
	<hr/>	<hr/>
	53,995	267,026
	<hr/>	<hr/>



**STOPBASE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**  
**AT 31ST MARCH 2004**

**NOTE 9 – CREDITORS**

	<b><u>Falling due within one year</u></b>	
	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Underwriting payments on account	-	6,125
Corporation tax	52	-
James Browne Developments	6,744	-
Other creditors	1,889	775
	<hr/>	<hr/>
	8,685	6,900
	<hr/>	<hr/>

**NOTE 10 – SHARE CAPITAL**

	<b><u>2004</u></b>	<b><u>2003</u></b>
Authorised: ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Allotted, issued and fully paid: ordinary shares of £1 each	100	100
	<hr/>	<hr/>

**NOTE 11 – CONTROLLING INTEREST**

The company is under the ultimate control of Mr. J.C. Browne, a director and major shareholder.

**NOTE 12 – RELATED PARTY TRANSACTIONS**

During the year the company remained contracted with James Browne Developments to underwrite James Browne Developments responsibilities under N.H.B.C. guarantees.

The contract is on a commercial basis, at fair value, and on terms not different than would be offered to other customers.

James Browne Developments is a partnership, which includes James Browne as a partner.

James Browne Developments repaid Stopbase Limited £58,770.63 on 14<sup>th</sup> May 2003 and on 16<sup>th</sup> May 2003 a further £215,000, total £273,770.63 leaving Stopbase Limited owing James Browne Developments £6,743.63 at 31<sup>st</sup> March 2004.