

**ACCOUNTS REPORT TO THE MEMBERS OF**  
**MAGNUM PROPERTIES (CORBY) LIMITED**

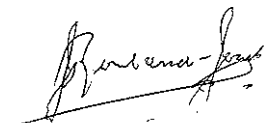
We have examined without an Audit, the Accounts for the year ended 5<sup>th</sup> April 1999, as set out on pages 2 and 7.

As described on Page 1, the Company's Directors are responsible for the preparation of the Accounts, and they believe that the Company is exempt from an Audit. It is our responsibility to examine the Accounts and, based on our examination, to report our opinion, as set out below to the Shareholders.

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practice Board. This examination consisted of comparing the accounts with the accounting records kept by the Company; and making such limited inquiries of the officers of the Company as we considered necessary for the purpose of this report.

**IN OUR OPINION**

- (a) The Accounts are in agreement with those accounting records kept by the Company under Section 221 of the Companies Act 1985.
- (b) Having regard only to, and on the basis of the information contained in those accounting records, the Accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249(4) of the Act, and;
- (c) The Company specified in Section 249a(4) of the Act as modified by Section 249a(5) and did not at any time within that year, fall within any of the categories of the Companies not entitled to the exemptions specified in Section 249b(1).



J Rowland-Jones FSCA.FFCS.FBSC.FinstBA

RUGBY

June 8, 1999



**REPORT OF THE DIRECTORS OF**  
**MAGNUM PROPERTIES (CORBY) LIMITED**

The Directors present their Annual Report together with the Accounts for the Year Ended 5<sup>th</sup> April 1999.

**PRINCIPAL ACTIVITY**

The Principal Activity of the Company in the year under review was Property Development for the Freehold sale and lease.

**RESULTS**

The Profit or Loss for the year before taxation was (49855). Full details of the results for the year are set out in the attached Profit and Loss Account leaving a balance to be brought forward of (1,168483).

**DIVIDENDS**

The Directors do not recommend the payment of a dividend in respect of year (1999).

**CLOSE COMPANY**

The Company is a Close Company within the meaning of the Income and Corporation Taxes Act 1970.

**FIXED ASSETS**

The Directors are of the opinion that the open market value of the freehold investment property is less than cost.

**DIRECTORS**

The Directors in office and their interest in the issued share capital were as follows:

**5<sup>th</sup> April 1999**  
**Ordinary Shares**

Nil

**5<sup>th</sup> April 1998**  
**Ordinary Shares**

Nil

**P J M DAVIES**

On behalf of the Board

**P J M DAVIES**  
**DIRECTOR**



# **MAGNUM PROPERTIES (CORBY) LIMITED**

## **Balance sheet as at 5<sup>th</sup> April 1999**

	<b><u>Notes</u></b>	<b><u>1999</u></b> <b><u>£</u></b>	<b><u>1998</u></b> <b><u>£</u></b>
<b><u>FIXED ASSETS</u></b>			
Tangible Assets	2	555418	557224
<b><u>CURRENT ASSETS</u></b>	4		
Debtors & Prepayments		<u>939</u> <b><u>556357</u></b>	<u>939</u> <b><u>558163</u></b>
<b><u>CREDITORS</u></b>	5		
Amounts falling due within One year		<u>1,724839</u> <b><u>(1,168482)</u></b>	<u>1,676810</u> <b><u>(1,118647)</u></b>
<b><u>CREDITORS</u></b>			
Amounts falling due after More than one year		<u>Nil</u> <b><u>(1,168482)</u></b>	<u>Nil</u> <b><u>(1,118647)</u></b>
<b><u>CAPITAL &amp; RESERVES</u></b>			
Nominal Capital – Ordinary Shares of £1 each		<u>250000</u>	<u>250000</u>
Called up Share Capital 100000 Ordinary Shares of £1 each		100000	100000
<b><u>REVENUE ACCOUNT</u></b>			
Bals b/f	(1,218647)		
<u>ADD</u> – Loss for the year	<u>( 49835)</u>	<u>(1,268482)</u> <b><u>(1,168483)</u></b>	<u>(1,218647)</u> <b><u>(1,107665)</u></b>

**MAGNUM PROPERTIES (CORBY) LIMITED**

**Statement by the Directors on the Balance Sheet**

In submitting these Accounts the Directors confirm that:

- (a) For the year ended 5<sup>th</sup> April 1999 the Company was entitled to the exemption from Audit conferred by Subsection 1 of the Subsection 249a of the Companies Act 1985.
- (b) No Notice has been deposited under Subsection 2 of Section 249b of the Companies Act 1985, in relation to its Accounts for the financial year.
- (c) The Directors acknowledge their responsibilities for:
  - 1. Ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985,  
and
  - 2. 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 if its Profit and Loss for the financial year in accordance with the requirements of Section 226 Companies Act 1985, which otherwise comply with requirements of the Act relating to Accounts. So far as applicable to the Company.

  
**P J M DAVIES**  
**DIRECTOR**

**MAGNUM PROPERTIES (CORBY) LIMITED**

**Profit and Loss Account for the Year Ended 5<sup>th</sup> April 1999**

	<b><u>1999</u></b> <b><u>£</u></b>	<b><u>1998</u></b> <b><u>£</u></b>
Rents receivable	<u>60000</u>	<u>60000</u>
Establishment Costs	2158	1981
Administration Costs	Nil	324
Selling and Distribution Costs	Nil	290
Other Operating Costs	<u>500</u> <u>2658</u>	<u>500</u> <u>3095</u>
	57342	56905
Interest Payable	<u>105371</u> (48029)	<u>65479</u> ( 8574)
Depreciation Fixed Assets	<u>1806</u> <u>(49835)</u>	<u>2408</u> <u>£10982)</u>

## **MAGNUM PROPERTIES (CORBY) LIMITED**

### **Notes to the Accounts – 5<sup>th</sup> April 1999**

#### **1. ACCOUNTING POLICIES**

##### **(a) Basis of Accounting**

The Accounts have been prepared under the historical cost convention on a going concern basis, and in accordance with appropriate standards.

##### **(b) Turnover**

Turnover represents rents receivable.

##### **(c) Tangible Fixed Assets**

In accordance with Statement of Accounting Practice No 19 no depreciation or amortisation is provided on the investment property. The exclusion from the financial accounts of depreciation of freehold buildings is a departure from the statutory accounting principles but is regarded by the Directors as necessary to give a true and fair view.

Depreciation is provided, so as to write off the cost of the assets over their estimated useful lives. The following annual rate has been used:-

Office Equipment	25% on written down value
Fixtures and Fittings	25% on written down value

##### **(d) Cash Flow Statements**

The Company is entitled to the exemptions available to small Companies under the Companies Act 1985, and therefore no Cash Flow statement is included in the Accounts.

**MAGNUM PROPERTIES (CORBY) LIMITED**

**Notes to the Accounts - 5<sup>th</sup> April 1999**

**2. TANGIBLE FIXED ASSETS**

	<u>Office Equip</u>	<u>Fixtures &amp; Fittings</u>	<u>Land &amp; Buildings</u>	<u>Total</u>
Bals b/f	<u>6851</u>	<u>46446</u>	<u>550000</u>	<u>603297</u>
<u>Depreciation</u>				
Bals b/f	5946	40127	Nil	46073
Charge for the year	<u>226</u> <u>6172</u>	<u>1580</u> <u>41707</u>	<u>Nil</u> <u>Nil</u>	<u>1806</u> <u>47879</u>
Book value as at 5.4.99	<u>679</u>	<u>4739</u>	<u>550000</u>	<u>555418</u>
Book value as at 5.4.99	<u>905</u>	<u>6319</u>	<u>550000</u>	<u>557224</u>

**3. STOCKS**

The only available stock for re-sale were Land and Buildings at date of Balance Sheet.

**4. DEBTORS**

	<u>1999</u>	<u>1998</u>
Amounts falling due within one year		
Debtors	219	219
Prepayments	<u>720</u> <u>939</u>	<u>720</u> <u>939</u>

**MAGNUM PROPERTIES (CORBY) LIMITED**

**Notes to the Accounts – 5<sup>th</sup> April 1999**

**5. CREDITORS**

	<u>1999</u>	<u>1998</u>
Amounts falling due within One year		
Bank Overdraft	229070	194396
Bank Loan	Nil	109000
Directors Loan Account	953379	956450
First National Commercial Bank	Nil	49444
National Westminster Bank Plc	541463	367092
Trade & Other Creditors	<u>927</u>	<u>428</u>
	<b><u>(1,724839)</u></b>	<b><u>(1,676810)</u></b>

**6. CREDITORS**

	<u>1999</u>	<u>1998</u>
Amounts falling due after More than one year	<u>Nil</u>	<u>Nil</u>

**7. DEFERRED TAXATION**

No provision is provided to the extent that there is a reasonable possibility that the liability will not arise in the foreseeable future.

**8. CALLED UP SHARE CAPITAL**

	<u>Authorised</u>		<u>Allocated &amp; Fully paid</u>	
	<u>1999</u>	<u>1998</u>	<u>1999</u>	<u>1998</u>
Ordinary Shares of £1 each	250000	250000	100000	100000

**9. TURNOVER**

	<u>1999</u>	<u>1998</u>
Rents Receivable	<u>60000</u>	<u>60000</u>



**MAGNUM PROPERTIES (CORBY) LIMITED**

**Notes to the Accounts – 5<sup>th</sup> April 1999**

10. Operating Loss on ordinary activities  
Before Taxation after charging  
The following:

	<u>1999</u>	<u>1998</u>
Depreciation Fixed Assets	1806	2408
Auditors Remuneration	500	500
	<u>2306</u>	<u>2908</u>

11. **INTEREST PAYABLE**

	<u>1999</u>	<u>1998</u>
Bank Overdraft	34674	8122
Loan Interest	5326	15112
Mortgage Interest	<u>65371</u>	<u>42245</u>
	<u>105371</u>	<u>65479</u>

12. **STAFF NUMBERS & COST**

The average number of persons  
Employed by the Company (excluding  
Directors) during the year was:-

	<u>1999</u>	<u>1998</u>
	Nil	Nil
Wages & Salaries	Nil	Nil
Social Security Costs	Nil	Nil

13. **DIRECTOR'S EMOLUMENTS**

Director's remuneration including Social Security	Nil	Nil
--	-----	-----