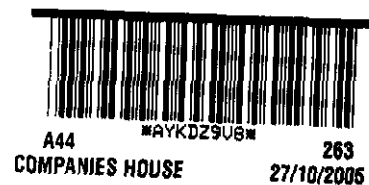


**KING STREET CLOISTERS MANAGEMENT
LIMITED (NO. 2619082)
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2005**



Horwath Clark Whitehill

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KING STREET CLOISTERS MANAGEMENT LIMITED
DIRECTORS REPORT
YEAR ENDED 30 APRIL 2005

The directors present their report and the audited financial statements of the company for the year ended 30 April 2005. This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

RESULTS AND DIVIDENDS

The company did not make a profit or loss for the year (2004 £Nil).

The directors do not recommend the payment of a dividend for the year (2004 £Nil).

REVIEW OF BUSINESS

The company's principal activity during the year was property management.

FUTURE DEVELOPMENTS

It is expected that the company will continue its activity of property management.

DIRECTORS AND THEIR INTERESTS

The Directors who served during the year were:

Mr G Cotter
Mr I Kusiak
Mr R Moseley
Mr A Raffetseder

None of the directors holding office at the end of the financial year had any disclosable interest in the shares of the company.

Mr D Millburn still holds the post of Company Secretary.

AUDITORS

Horwath Clark Whitehill LLP have expressed their willingness to continue in office as auditors and a resolution proposing their reappointment will be submitted to the forthcoming Annual General Meeting.

By Order of the Board

Dated

I. H. I.
24 August 2005

Robert Raffetseder
24 August 2005

KING STREET CLOISTERS MANAGEMENT LIMITED
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 judgements and estimates that are reasonable and prudent and;
- *prepare the financial statements on the going concern basis unless it is inappropriate to assume 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 or other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF KING STREET CLOISTERS MANAGEMENT LIMITED

We have audited the financial statements of King Street Cloisters Management limited for the year ended 30 April 2005 set out on pages 4 to 7. These financial statements have been prepared under the historical cost convention [as modified by the revaluation of certain fixed assets] and the accounting policies set out therein.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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.

Unqualified opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 April 2005 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Chartered Accountants
and Registered Auditors

Date 6.10.05

KING STREET CLOISTERS MANAGEMENT LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 APRIL 2005

	Notes	2005 £	2004 £
TURNOVER	1	34,735	33,665
Cost of sales		<u>(32,785)</u>	<u>(31,415)</u>
GROSS PROFIT		1,950	2,250
Administrative expenses		<u>(1,950)</u>	<u>(2,250)</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	2	<u>-</u>	<u>-</u>

All the above items relate to the continuing operation of the company.

The company made no gains or losses other than those reported above.

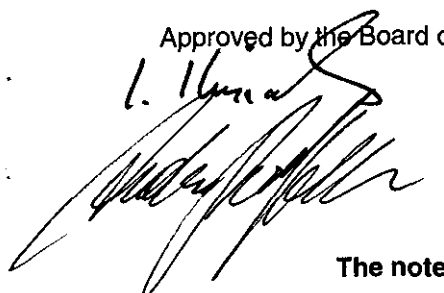
The notes on pages 6 and 7 form part of these financial statements

KING STREET CLOISTERS MANAGEMENT LIMITED
BALANCE SHEET
AS AT 30 APRIL 2005

CURRENT ASSETS	Notes	2005 £	2004 £
Trade debtors		4,148	1,285
Value Added Tax		-	565
Prepayments		3,780	1,087
Cash at bank and in hand		<u>28,898</u>	<u>9,325</u>
		<u>36,826</u>	<u>12,262</u>
CREDITORS: amounts falling due within one year			
Trade creditors		374	-
Value Added Tax		939	-
Other creditors		16,932	1,548
Accruals and deferred income		<u>18,574</u>	<u>10,707</u>
		<u>36,819</u>	<u>12,255</u>
NET CURRENT ASSETS		<u>7</u>	<u>7</u>
CAPITAL AND RESERVES			
Called up share capital	4	7	7
Profit and loss account	5	<u>-</u>	<u>-</u>
		<u>7</u>	<u>7</u>

These have been prepared in accordance with the special procedures of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on 24 August 2005

 } Directors

The notes on pages 6 and 7 form part of these financial statements

KING STREET CLOISTERS MANAGEMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 APRIL 2005

1. ACCOUNTING POLICIES

a) Basis of Preparation

The financial statements have been prepared under the historical cost convention and in accordance with:

- i) accounting standards, the financial reporting standard for smaller entities (effective June 2002) and;
- ii) the special provision of Part VII of the Companies 1985 relating to small companies.

b) Turnover

Turnover represents property management service charges in the United Kingdom.

2. PROFIT/(LOSS)	2005	2004
	£	£
Profit/(loss) on ordinary activities before taxation is stated after charging:		
Auditors' remuneration - Audit	1,500	1,400
- (Over)/under provision of audit fee	(75)	150
- Other services	<u>375</u>	<u>700</u>

3. DIRECTORS' EMOLUMENTS

None of the four directors received any emoluments during the year.

4. SHARE CAPITAL	2005	2004
	£	£
Authorised		
2 Estate Owner's Shares of £1 each	2	2
998 Unit Holder's Shares of £1 each	<u>998</u>	<u>998</u>
	<u>1,000</u>	<u>1,000</u>
 Allotted, called up and fully paid		
Unit Holder's Shares of £1 each	<u>7</u>	<u>7</u>

KING STREET CLOISTERS MANAGEMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 30 APRIL 2005

**5. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS
AND MOVEMENTS IN RESERVES**

	Share capital £	Profit and Loss Account £	Total Shareholders Funds £
At 1 May 2003	7	-	7
Profit/(Loss) for the year	-	-	-
<i>At 1 May 2004</i>	<i>7</i>	<i>-</i>	<i>7</i>
<i>Profit/(loss) for the year</i>	<i>-</i>	<i>-</i>	<i>-</i>
At 30 April 2005	7	-	7