

PLANLOCK LIMITED

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 1997

COMPANY NO: 2772725

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ACCOUNTANTS' REPORT TO THE SHAREHOLDERS OF

PLANLOCK LIMITED

ABBREVIATED ACCOUNTS : ACCOUNTANTS' REPORT

The following reproduces the text of the Accountants' Report prepared for the purposes of section 249A(2) of the Companies Act 1985 in respect of the company's full financial statements from which the abbreviated accounts set out on pages 2 to 5 have been prepared.

"ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED FINANCIAL STATEMENTS OF PLANLOCK LIMITED

We report on the financial statements for the year ended 31st May 1997, set out on pages 4 to 10.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND REPORTING ACCOUNTANTS

As described on page 2, the company's director is responsible for the preparation of the financial statements and he considers that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.


BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

OPINION

In our opinion:

- a) the financial statements are in agreement with the 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:
 - i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1)."


J M Shah and Company
Reporting Accountants
24 Old Bond Street
London
W1X 4JE

20th July 1998

PLANLOCK LIMITED

ABBREVIATED BALANCE SHEET AS AT 31ST MAY 1997

	NOTES	1997		1996	
		£	£	£	£
<u>EMPLOYMENT OF CAPITAL</u>					
FIXED ASSETS					
Tangible assets	(2)	2,434		697	
Investments	(3)	236,415		249,877	
		<hr/>		<hr/>	
		238,849		250,574	
CURRENT ASSETS					
Properties in hand		53,352	78,250		
Debtors		86,669	30,468		
Cash at bank		55,256	13,512		
		<hr/>	<hr/>		
		195,277	122,230		
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		<hr/>	<hr/>		
		(416,072)	(377,492)		
		<hr/>	<hr/>		
NET CURRENT LIABILITIES		(220,795)		(255,262)	
		<hr/>		<hr/>	
TOTAL ASSETS LESS CURRENT LIABILITIES		£18,054		£(4,688)	
		<hr/>		<hr/>	
<u>CAPITAL AND RESERVES</u>					
CALLED UP SHARE CAPITAL	(4)	1,000		1,000	
PROFIT AND LOSS ACCOUNT		17,054		(5,688)	
		<hr/>		<hr/>	
SHAREHOLDERS' FUNDS/(DEFICIT)		£18,054		£(4,688)	
		<hr/>		<hr/>	

In the director's opinion the company was entitled under section 249A(2) of the Companies Act 1985 to exemption from the audit of its financial statements for the year ended 31st May 1997. No member of the company has deposited a notice under section 249B(2) requiring an audit of these financial statements.

The director is responsible for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each year in accordance with the requirements of section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the company.

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on 17th July 1998
and signed on its behalf by:

Director

M A Morris

PLANLOCK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 1997

1. ACCOUNTING POLICIES

a). BASIS OF ACCOUNTING

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

The principal accounting policies which the director has adopted within the convention are set out below.

b). TURNOVER

Turnover represents proceeds from property sales, share of profit on property sales and management fees receivable and is stated net of value added tax.

c). PROFIT RECOGNITION

Purchases and sales of properties are recognised on completion of the purchase or sale.

The profit and loss account includes the company's share of the profits or losses of unincorporated joint ventures and those incorporated joint ventures in which the corporate identity exists only in a nominee capacity.

d). DEPRECIATION

Depreciation is provided at the following annual rates, calculated to reduce the book value of the assets concerned to estimated residual value over their useful working lives.

Office equipment - 15% on reducing balance

e). PROPERTIES IN HAND

Properties held for resale are valued at the lower of cost and net realisable value. The cost of the properties includes interest charges, net property outgoings and related costs directly attributable to specific developments.

Properties in hand include the company's interests in unincorporated joint ventures entered into for the purposes of property dealing and development.

f). FIXED ASSET INVESTMENTS

Fixed asset investments are stated at cost, less provisions for permanent diminution in value.

Fixed asset investments include the company's interests in incorporated joint ventures and those unincorporated joint ventures which are entered into for the purposes of property investment.

g). DEFERRED TAXATION

Deferred taxation is accounted for under the liability method in respect of timing differences to the extent that it is probable that a liability or asset will crystallise in the foreseeable future.

PLANLOCK LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 1997**

2. TANGIBLE FIXED ASSETS

	Total
	£
Cost	
Balance at 01.06.1996	1,086
Additions	2,166

Balance at 31.05.1997	£3,252

Depreciation	
Balance at 01.06.1996	389
Charge for the year	429

Balance at 31.05.1997	£818

Net book value at 31.05.1997	£2,434

Net book value at 31.05.1996	£697

3. INVESTMENTS

	Investments in shares of associated undertakings	Share of profits arising from joint ventures	Loans to associated undertakings and joint ventures	Net investment in associated undertakings and joint ventures
	£	£	£	£
At cost				
Balance at 01.06.1996	100	-	249,777	249,877
Profits arising in the year	-	12,322	-	12,322
Net amounts repaid in the year	-	-	(25,784)	(25,784)
	-----	-----	-----	-----
Balance at 31.05.1997	£100	£12,322	£223,993	£236,415
	-----	-----	-----	-----

The above investments represent the company's interests in the following undertakings:

Associated Company	Country of registration	% of ordinary shares held	Principal activity
-----	-----	-----	-----
Billrent Limited (as nominee for the joint venture referred to below)	United Kingdom	50	Property investment
Stockstar Limited	United Kingdom	50	Property development

PLANLOCK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 1997

3. INVESTMENTS (Cont'd)

<u>Joint Venture</u>		<u>% profit share</u>	
Billrent Limited	United Kingdom	50	Property investment

The statutory financial statements of Billrent Limited for the year ended 31st March 1997, drawn up on the basis of that company being a nominee for the Billrent Joint Venture, show a capital balance of £100 (1996 - £100) and no trading activity for the year ended on that date and the previous year.

The non-statutory joint venture accounts of the Billrent Joint Venture for the year ended 31st March 1997 show net assets of £154,993 at 31st March 1997 and a profit of £24,643 for the year ended on that date.

The statutory financial statements of Stockstar Limited for the period ended 30th April 1997, being the first financial statements of that company from incorporation, show net assets of £369,622 at 30th April 1997, and a profit of £143,915 for the period ended on that date.

4. CALLED UP SHARE CAPITAL

	<u>1997</u> £	<u>1996</u> £
Authorised, allotted, called up and fully paid:		
1,000 ordinary shares of £1 each	£1,000	£1,000

5. TRANSACTIONS INVOLVING THE DIRECTOR

During the year the company had the following transactions with companies in which Mr M A Morris has a material interest as a shareholder and director:

	£
<u>Stockstar Limited</u>	
Management fees receivable	30,000
Share of profit on joint venture	46,221
	<hr/>
<u>Nickelhome Limited</u>	
Management fees payable	£76,000
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