

ASSOCIATED PROPERTY DEVELOPMENTS LTD.

INDEX TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2004

	<u>Page</u>
Directors Report	1
Profit and Loss Account	2
Statement of Total Recognised Gains and Losses	3
Balance Sheet	4 & 5
Notes to the Financial Statements	6 to 8



ASSOCIATED PROPERTY DEVELOPMENTS LTD.

DIRECTOR'S REPORT

The director presents his report and the financial statements for the year ended 31 March 2004.

PRINCIPAL ACTIVITY

The principal activity of the company is the acquisition of dwelling houses to let on assured tenancies.

DIRECTORS

J. Duguid, a director for the whole of the year, holds 19,500 shares beneficially (2003 - £19,500).

OTHER SHAREHOLDERS

Other significant shareholders are as follows:

	<u>2004</u>	<u>2003</u>
A. Duguid	19,500	19,500
W. Duguid	19,500	19,500
A. Berryman	11,500	11,500


AUDITORS

The company is exempt from the obligation to have audited financial statements.

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

This report was approved by the Board on behalf

and signed on its

  
.....  
J. Duguid - Director      Dated: 16/1/05

ASSOCIATED PROPERTY DEVELOPMENTS LTD.

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2004

	<u>Note</u>	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
Turnover - Rentals receivable	1-2	8,040	13,013
Administrative expenses	2	( 5,709)	( 1,321)
OPERATING PROFIT	2	2,331	9,692
Profit on sale of fixed assets	3	8,930	-
Interest receivable		2,100	-
Interest payable		( 2,785)	( 3,952)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		10,576	5,740
Taxation	4	( 1,454)	( 46)
RETAINED PROFIT FOR THE YEAR AFTER TAXATION		9,122	5,694
Transfer from Revaluation Reserve		68,700	-
Taxation thereon		( 9,546)	-
RETAINED PROFIT AT 1 April 2003		23,265	17,571
RETAINED PROFIT AT 31 MARCH 2004		91,541	23,265

ASSOCIATED PROPERTY DEVELOPMENTS LTD.

STATEMENT OF RECOGNISED GAINS AND LOSSES

FOR THE YEAR ENDED 31 MARCH 2004

	<u>Note</u>	<u>2004</u>	<u>2003</u>
		£	£
Profit for the financial year attributable to shareholders		9,122	5,694
Revaluation of land and buildings		-	67,845
		<u>9,122</u>	<u>73,539</u>
Total Losses (Gains) recognised relating to the year		<u>9,122</u>	<u>73,539</u>

ASSOCIATED PROPERTY DEVELOPMENTS LTD.

BALANCE SHEET

AT 31 MARCH 2004

	<u>Note</u>	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
TANGIBLE FIXED ASSETS		254,173	300,380
CURRENT ASSETS			
Cash at bank		<u>36,605</u>	<u>1,244</u>
CREDITORS: amounts falling due within one year	6		
Bank loan - secured			4,000
Other loans		18,046	1,227
Deposits		246	740
Corporation tax		11,000	-
Accruals		<u>800</u>	<u>500</u>
		<u>30,092</u>	<u>6,473</u>
CURRENT ASSETS LESS CURRENT LIABILITIES		<u>6,513</u>	( <u>5,229</u> )
TOTAL ASSETS LESS CURRENT LIABILITIES		260,686	295,151
CREDITORS - amounts falling due after one year	7		
Bank loan - secured	7		( <u>34,041</u> )
NET ASSETS		<u>260,686</u>	<u>261,110</u>
CAPITAL AND RESERVES:-			
Called up share capital	9	70,000	70,000
Profit and Loss account	10	91,541	23,265
Revaluation reserve	11	<u>99,145</u>	<u>167,845</u>
SHAREHOLDERS' FUNDS		<u>260,686</u>	<u>261,110</u>

continued.....

ASSOCIATED PROPERTY DEVELOPMENTS LTD

BALANCE SHEET continued.....

For the financial year ended 31 March 2004 the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985; and no notice has been deposited under section 249B(2) from members requesting an audit.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standards for Smaller Entities (effective June 2002).

Approved by the Board and signed on its behalf

  
.....

J. Duguid - Director

Dated: 16/1/05

This statement forms part of the Balance Sheet of the company.

ASSOCIATED PROPERTY DEVELOPMENTS LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2004

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material to the Company's financial statements.

1.1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standards for Smaller Entities (effective June 2002)

1.2 Turnover

Turnover comprises the gross rentals received

1.3 Depreciation

Depreciation on furniture is provided at a rate calculated to write off the cost of the asset over its expected useful life at 25% reducing balance.

1.4 Investment Properties

Investment properties are shown at their open market value. The surplus or deficit arising from revaluation is transferred to the investment revaluation reserve.

This is in accordance with the FRSSE which, unlike Schedule 4 to the Companies Act 1985, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view.

2. OPERATING PROFIT

Operating profit is stated after charging:

	<u>2004</u>	<u>2003</u>
	£	£
Depreciation on tangible fixed assets	<u>100</u>	<u>127</u>

3. The total gain on disposal of the fixed asset is £77,630 on which £8,930 is gain on carrying value at valuation and £68,700. Tax of £1,454 on the former is charged in the Profit and Loss account on page 2 and tax of £9,546 to revenue reserve on page 8 at note 10.

4. Corporation Tax based on the profit for the year at 14% £11,000 (2003 £46)

## 5. TANGIBLE FIXED ASSETS

The profit on sale of the fixed assets based on carrying costs is £8,930 based on historical cost the profit is £77,630 v. note 3.

	Carrying Value	Historical Cost
Investment properties carried at valuation	160,000	60,855
carried at cost	<u>93,893</u>	<u>93,893</u>
	253,893	154,748

6. CREDITORS: Amounts falling due within one year:

CREDITORS: Amounts falling due within one year:	<u>2004</u> £	<u>2003</u> £
The following liabilities disclosed under creditors falling due within one year are secured by the company:		
Bank loans	-	4,000

7. CREDITORS: Amounts falling due after one year:

CREDITORS: Amounts falling due after one year:	
Bank loans	- 34,041

Included within creditors falling due after more than one year is an amount of NIL (2003 £18,000) in respect of a liability which falls due more than five years from the balance sheet date.



ASSOCIATED PROPERTY DEVELOPMENTS LTD

NOTES TO THE FINANCIAL STATEMENTS CONTINUED.....

8.	DEFERRED TAXATION				<u>2004</u> £	<u>2003</u> £
	No provision is made in the accounts					
9.	CALLED UP SHARE CAPITAL	<u>Number</u>	<u>Class</u>	<u>Nominal Value</u>	<u>2004</u> £	<u>2003</u> £
	Authorised	100,000	Ordinary	£1	100,000	100,000
	Allotted, issued and fully paid	70,000	Ordinary	£1	70,000	70,000
10.	PROFIT AND LOSS ACCOUNT					
	Balance at 31 March 2003				23,265	17,571
	Profit retained for the year				9,122	5,694
	Transfer from Revaluation Reserve			Note 3	68,700	-
	Taxation Reserve			Note 3	( 9,546)	-
					<u>91,541</u>	<u>23,265</u>
11.	REVALUATION RESERVE					
	Balance at 31 March 2003				167,845	100,000
	Surplus on revaluation of land and buildings				-	67,845
	Transfer to Profit and Loss account				68,700	-
	Balance at 31 March 2004				<u>99,145</u>	<u>167,845</u>
	Balance at 31 March 2004					