

**SILKENDALE LIMITED**  
**FINANCIAL STATEMENTS**  
**30TH APRIL 1997**

**Company Registration Number 2831864**

**KINNAIRD HILL**  
Chartered Accountants & Registered Auditors  
285 Milton Road  
Cambridge  
CB4 1XQ



# **SILKENDALE LIMITED**

## **FINANCIAL STATEMENTS**

**YEAR ENDED 30TH APRIL 1997**

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# **SILKENDALE LIMITED**

## **THE DIRECTOR'S REPORT**

### **YEAR ENDED 30TH APRIL 1997**

The director has pleasure in presenting his report and the financial statements of the company for the year ended 30th April 1997.

#### **PRINCIPAL ACTIVITIES**

The principal activity of the company during the year was in relation to property development.

#### **THE DIRECTOR AND HIS INTERESTS IN SHARES OF THE COMPANY**

The director who served the company during the period was as follows:

Mr M Rapley

The company is a wholly owned subsidiary and the interests of group directors are disclosed in the accounts of the parent company.

#### **DIRECTOR'S RESPONSIBILITIES**

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the director is required to select suitable accounting policies, as described on page 6, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The director must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. The director is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **AUDITORS**

A resolution to re-appoint Kinnaird Hill as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

# SILKENDALE LIMITED

## THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 30TH APRIL 1997

### SMALL COMPANY PROVISIONS

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

Registered office:  
79 Hallamshire Road  
Fulwood  
Sheffield  
S10 4FN

Signed on behalf of the director



S K Holman Esq  
Company secretary

Approved by the director on *25 February 98*

# **SILKENDALE LIMITED**

## **AUDITORS' REPORT TO THE SHAREHOLDER**

**YEAR ENDED 30TH APRIL 1997**

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

### **RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND THE AUDITORS**

As described on page 1, the company's director is responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

### **BASIS OF OPINION**

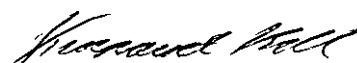
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director 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.

### **OPINION**

In our opinion the financial statements give a true and fair view of the company's state of affairs as at 30th April 1997 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

285 Milton Road  
Cambridge  
CB4 1XQ



KINNAIRD HILL  
Chartered Accountants  
& Registered Auditors

252 1998

**SILKENDALE LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 30TH APRIL 1997**

	Note	1997 £	1996 £
<b>TURNOVER:</b>		6,250,000	-
Cost of sales		(4,600,135)	-
<b>GROSS PROFIT</b>		1,649,865	-
Administrative expenses		(1,618,479)	-
Other operating income		105,004	-
<b>OPERATING PROFIT</b>		136,390	-
Interest receivable		10,978	-
Interest payable	2	(46,653)	-
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		100,715	-
Tax on profit on ordinary activities	3	(23,920)	-
<b>RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		76,795	-

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

**SILKENDALE LIMITED****BALANCE SHEET****30TH APRIL 1997**

	Note	1997 £	1996 £
<b>FIXED ASSETS</b>			
Investments	4	250	-
<b>CURRENT ASSETS</b>			
Stocks	5	366,761	672,401
Debtors	6	1,831,813	803
Cash at bank and in hand		3,779	-
		<u>2,202,353</u>	<u>673,204</u>
<b>CREDITORS: Amounts falling due within one year</b>	7	<u>(1,875,807)</u>	<u>(673,203)</u>
<b>NET CURRENT ASSETS</b>		<u>326,546</u>	<u>1</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>326,796</u>	<u>1</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	8	<u>(250,000)</u>	<u>-</u>
<b>NET ASSETS</b>		<u><u>76,796</u></u>	<u><u>1</u></u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	10	1	1
Profit and loss account		<u>76,795</u>	<u>-</u>
<b>SHAREHOLDER'S FUNDS</b>	11	<u><u>76,796</u></u>	<u><u>1</u></u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved and signed by the director on 25 February 1998

*xmr*  
  
 MR M RAPLEY

**SILKENDALE LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 1997****1. ACCOUNTING POLICIES****Basis of accounting**

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

**Cash flow statement**

The director has taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year.

**Work in progress**

Work in progress is valued at the lower of cost and net realisable value. Cost consists of direct materials, labour and attributable overheads. Net realisable value is based on estimated selling price, less any further costs of realisation.

**Deferred taxation**

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

**Investment in associated undertaking**

The company's associated undertaking is carrying out a development project as nominee and bare trustee for its shareholders. The company's share of the transactions of the associated undertaking have been incorporated in these accounts as though they were transactions of the company.

**2. INTEREST PAYABLE**

	1997 £	1996 £
Interest on bank loans and overdrafts	38,818	-
Other interest	7,835	-
	<u>46,653</u>	<u>-</u>

**3. TAX ON PROFIT ON ORDINARY ACTIVITIES**

	1997 £	1996 £
UK Corporation tax based on the results for The year at 21/24% (1996 - 24/25%)	<u>23,920</u>	<u>-</u>



**SILKENDALE LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 1997****4. INVESTMENTS**

	Total £
<b>Associated undertakings</b>	
<b>Cost</b>	
At 1st May 1996	-
Additions	250
30th April 1997	<u>250</u>

Details of investments in which the company holds 20% or more of the nominal value of any class of share are as follows:

<i>Name of company and nature of business</i>	<i>Country of incorporation</i>	<i>Holding</i>	<i>Proportion of voting rights and shares held</i>	<i>Year end</i>
Vexland Limited	England and Wales	Ordinary shares	50%	30 <sup>th</sup> April
Festival Leisure Park Limited	England and Wales	Ordinary shares	25% Held by Vexland Limited	30 <sup>th</sup> April

Vexland Limited is carrying out a development project as nominee and bare-trustee for Silkendale Limited and its fellow shareholder. As a result Silkendale Limited has included its share of the transactions in its accounts.

The accounts for Festival Leisure Park Limited have not yet been finalised.

**5. STOCKS**

	1997 £	1996 £
Work in progress	<u>366,761</u>	<u>672,401</u>

**6. DEBTORS**

	1997 £	1996 £
Amounts owed by undertakings in which the company has a participating interest	1,750,000	-
Other debtors	81,813	803
	<u>1,831,813</u>	<u>803</u>

**SILKENDALE LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 1997****7. CREDITORS: Amounts falling due within one year**

	1997	1996
	£	£
Bank loans and overdrafts	450,706	5,654
Amounts owed to group undertakings	1,240,000	-
Other creditors including:		
Corporation Tax	23,920	-
Other creditors	<u>161,181</u>	<u>667,549</u>
	185,101	667,549
	<u>1,875,807</u>	<u>673,203</u>

Bank loans and overdraft totalling £450,706 are secured.

**8. CREDITORS: Amounts falling due after more than one year**

	1997	1996
	£	£
Other	<u>250,000</u>	<u>-</u>

**9. RELATED PARTY TRANSACTIONS**

During the year the company has received management services and project services from its ultimate parent undertaking, Scotfield Limited, to the value of £1,590,000. At the year end the amount owing to Scotfield Limited was £1,240,000.

Vexland Limited, acting as nominee and bare trustee for the company, sold part of its development property to Festival Leisure Park Limited for £12.5 million. At the year end Festival Leisure Park Limited owes Vexland Limited £3.5 million. The company has a participating interest in Festival Leisure Park Limited. The company has recorded its share of this transaction and balance in its financial statements.

Marcol Limited, who own 50% of Vexland Limited, has loaned Vexland Limited £250,000.

During the year Vexland Limited has paid interest to Marcol Limited of £10,148 and Scotfield Limited of £5,521.

**10. SHARE CAPITAL****Authorised share capital:**

	1997	1996
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

**Allotted, called up and fully paid:**

	1997	1996
	£	£
1 Ordinary share of £1 each	<u>1</u>	<u>1</u>

**SILKENDALE LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 1997****11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS**

	1997 £	1996 £
Profit for the financial year	76,795	-
Opening shareholder's equity funds	<u>1</u>	<u>1</u>
Closing shareholder's equity funds	<u>76,796</u>	<u>1</u>

**12. ULTIMATE PARENT COMPANY**

The ultimate parent undertaking of this company is Scotfield Limited, a company registered in England and Wales.

**13. CONTROLLING PARTIES**

The controlling party is Rothschild Trust (Schweiz) AG, a company incorporated in Switzerland, acting as trustees of a Trust which controls the majority of shares in the company's ultimate parent undertaking.