

REG.NO. 2849904

CANYNGE BICKNELL (LENFESTEY) LIMITED

ANNUAL REPORT

YEAR ENDED 31 DECEMBER 1999

PANNELL KERR FORSTER



CANYNGE BICKNELL (LENFESTEY) LIMITED
ANNUAL REPORT
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**CANYNGE BICKNELL (LENFESTEY) LIMITED
DIRECTORS' REPORT**

The directors submit their report and financial statements for the year ended 31 December 1999.

Directors and their interests

The directors throughout the year were the following, who have no interests in the shares of the company.

B R Bicknell
A Whicheloe
M Fitzgerald (appointed 1 March 1999)

Principal activity

The company's principal activity during the year was that of property investment management. The company was dormant until 1 May 1999 when it commenced trading.

Results

The profit for the year was £20,351, subject to taxation of £4,120.

The directors do not recommend the payment of a dividend.

The profit after taxation to carry forward now stands at £16,231.

Market value of properties

In the opinion of the directors, the market value of properties held as fixed assets are in excess of the carrying value in the balance sheet.

Auditors

The auditors, Pannell Kerr Forster, have signified their willingness to continue in office. A resolution to reappoint them will be proposed at the annual general meeting.

By order of the board



Director

17.05.00

Date

CANYNGE BICKNELL (LENFESTEY) 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 year.

In preparing these 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume 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 and other irregularities.

**REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
CANYNGE BICKNELL (LENFESTEY) LIMITED**

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

Respective responsibilities of the directors and auditors

As described on page 2 the company's directors are responsible for the preparation of 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 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 information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether 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.

Qualified opinion arising from disagreement of accounting treatment

As explained in note 1b), the treatment of valuation of investment properties is not in accordance with the requirements of Statements of Standard Accounting Practice No. 19.

We are unable to quantify the effects of the departure from the requirement of the Accounting Standard referred to above, other than already described in the notes to the financial statements.

Except for the absence of adjustments to the value of investment properties, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Bristol

Date 17 May 2000



Registered Auditors

CANYNGE BICKNELL (LENFESTEY) LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 1999

	Notes	1999 £	1998 £
TURNOVER		-	-
Other operating income	2	<u>20,393</u>	<u>-</u>
		20,393	-
Other operating charges		<u>(344)</u>	<u>-</u>
OPERATING PROFIT		20,049	-
Interest receivable	4	<u>302</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	5	20,351	-
Tax on profit on ordinary activities	6	<u>(4,120)</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	11	<u>16,231</u>	<u>-</u>

All amounts relate to continuing operations.

The company has no recognised gains or losses other than the profit for the year.

CANYNGE BICKNELL (LENFESTEY) LIMITED
BALANCE SHEET
31 DECEMBER 1999

	Notes	1999	1998
		£	£
FIXED ASSETS			
Tangible assets	7	455,122	-
CURRENT ASSETS			
Debtors	8	2,035	100
Cash at bank and in hand		<u>71,688</u>	<u>-</u>
		73,723	100
CREDITORS			
Amounts falling due within one year	9	<u>(512,514)</u>	<u>-</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(438,791)</u>	<u>100</u>
NET ASSETS		<u><u>16,331</u></u>	<u><u>100</u></u>
CAPITAL AND RESERVES			
Called up share capital	10	100	100
Profit and loss account	11	<u>16,231</u>	<u>-</u>
SHAREHOLDERS' FUNDS	12	<u><u>16,331</u></u>	<u><u>100</u></u>

 Director
B R BICKNELL

Date

17.05.00

CANYNGE BICKNELL (LENFESTEY) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1999

1 ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards and the following accounting policies.

a) Basis of accounting

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

b) Rental income

Rental income is accounted for on an accruals basis.

c) Investment properties

The investment properties have not been revalued in accordance with the provision of Statement of Standard Accounting Practice No. 19. The directors are of the opinion that the open market value of investment properties is in excess of the carrying value of such properties in the financial statements.

2 OTHER OPERATING INCOME

	1999 £	1998 £
Rental income	20,042	-
Ex-gratia payment	<u>351</u>	<u>-</u>
	<u><u>20,393</u></u>	<u><u>-</u></u>

3 STAFF COSTS

The only employees of the company are the directors who have not received any remuneration.

CANYNGE BICKNELL (LENFESTEY) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1999

4 INTEREST RECEIVABLE

	1999 £	1998 £
Interest on bank deposit account	<u>302</u>	<u>-</u>

5 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	1999 £	1998 £
This is stated after charging: Auditors' remuneration	<u>250</u>	<u>-</u>

6 TAX ON PROFIT ON ORDINARY ACTIVITIES

	1999 £	1998 £
Corporation tax at 20% (1998 : Nil) based on taxable profits for the year	<u>4,120</u>	<u>-</u>

7 FIXED ASSETS

	Investment property £
Cost	
At 1 January 1999	-
Additions	<u>455,122</u>
At 31 December 1999	<u>455,122</u>
Depreciation	
At 1 January 1999 and at 31 December 1999	<u>-</u>
Net book value	
At 31 December 1999	<u>455,122</u>
At 31 December 1998	<u>-</u>

Investment properties are included at cost.

CANYNGE BICKNELL (LENFESTEY) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1999

8 DEBTORS

	1999 £	1998 £
Trade debtors	1,902	-
Amount due from parent undertaking	-	100
Other debtors	121	-
Prepayments and accrued income	<u>12</u>	<u>-</u>
	<u>2,035</u>	<u>100</u>

9 CREDITORS

Amounts falling due within one year:

	1999 £	1998 £
Trade creditors	280	-
Amounts owed to related undertakings	500,000	-
Corporation tax	4,120	-
Other taxation and social security	1,250	-
Other creditors	6,599	-
Accruals and deferred income	<u>265</u>	<u>-</u>
	<u>512,514</u>	<u>-</u>

10 SHARE CAPITAL

	1999 £	1998 £
Authorised:		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, issued and fully paid:		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

CANYNGE BICKNELL (LENFESTEY) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1999

11 PROFIT AND LOSS ACCOUNT

	£
Retained profit for the year	16,231
As at 1 January 1999	<u>-</u>
As at 31 December 1999	<u><u>16,231</u></u>

12 RECONCILIATION OF MOVEMENT IN EQUITY SHAREHOLDERS' FUNDS

	1999 £	1998 £
Profit for the financial year	16,231	-
Shareholders' funds as at 1 January 1999	<u>100</u>	<u>100</u>
Shareholders' funds as at 31 December 1999	<u><u>16,331</u></u>	<u><u>100</u></u>

13 RELATED PARTY TRANSACTIONS

As at 31 December 1999 the following balances (1998 : £Nil) were owed to related undertakings.

Canynge Securities Limited	£150,000
Bicknell Holdings Plc	£150,000
Lenfestey Estates (Holdings) Limited	£100,000
Canynge Bicknell Limited	£100,000