

Company Registration No. 3028426 (England and Wales)

STONEBRIDGE SECURITIES LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004

Finn-Kelcey & Chapman
Chartered Accountants
Stourside Place
Station Road
Ashford Kent



STONEBRIDGE SECURITIES LIMITED

COMPANY INFORMATION

Director	J M Elworthy
Secretary	S W Elworthy
Company number	3028426
Registered office	Brook House Stonebridge Green Egerton Ashford Kent
Accountants	Finn-Kelcey & Chapman Stourside Place Station Road Ashford, Kent
Business address	Brook House Stonebridge Green Egerton Ashford Kent
Bankers	Barclays Bank plc 9 St. Georges Street Canterbury Kent

STONEBRIDGE SECURITIES LIMITED

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STONEBRIDGE SECURITIES LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2004

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

Principal activities

The company's principal activity is the acquisition of a small property portfolio and management thereof.

Director

The following director has held office since 1 April 2003:

J M Elworthy

Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary shares class 1 of £ 1 each	
	31 March 2004	1 April 2003
J M Elworthy	1	1

Mrs S W Elworthy holds one share in the company.

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

By order of the board



S W Elworthy
Secretary
5 October 2004

STONEBRIDGE SECURITIES LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED ACCOUNTS OF STONEBRIDGE SECURITIES LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 2004, set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Finn-Kelcey & Chapman

Chartered Accountants

5 October 2004

Stourside Place
Station Road
Ashford, Kent

STONEBRIDGE SECURITIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2004

	Notes	2004 £	2003 £
Turnover		60,400	56,781
Administrative expenses		(5,877)	(26,578)
Operating profit	2	54,523	30,203
Investment income	3	-	12
Other interest receivable and similar income	3	618	659
Interest payable and similar charges		(22,202)	(20,849)
Profit on ordinary activities before taxation		32,939	10,025
Tax on profit on ordinary activities	4	(5,554)	5
Profit on ordinary activities after taxation		27,385	10,030
Dividends		(13,000)	-
Retained profit for the year	10	14,385	10,030

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

STONEBRIDGE SECURITIES LIMITED

BALANCE SHEET AS AT 31 MARCH 2004

	Notes	2004 £	£	2003 £	£
Fixed assets					
Tangible assets	5		588,748		589,494
Current assets					
Debtors	6	97		91	
Cash at bank and in hand		36,980		36,575	
		<u>37,077</u>		<u>36,666</u>	
Creditors: amounts falling due within one year	7	<u>(153,366)</u>		<u>(146,508)</u>	
Net current liabilities			<u>(116,289)</u>		<u>(109,842)</u>
Total assets less current liabilities			472,459		479,652
Creditors: amounts falling due after more than one year	8		<u>(378,049)</u>		<u>(399,626)</u>
			<u>94,410</u>		<u>80,026</u>
Capital and reserves					
Called up share capital	9		2		2
Profit and loss account	10		94,408		80,024
Shareholders' funds - equity interests	11		<u>94,410</u>		<u>80,026</u>

STONEBRIDGE SECURITIES LIMITED

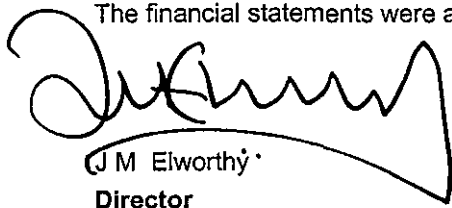
BALANCE SHEET AS AT 31 MARCH 2004

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2004 in accordance with section 249B(2), and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial 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 this Act relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the Board on 5 October 2004



J M Elworthy
Director

STONEBRIDGE SECURITIES LIMITED

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

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	15% Reducing balance basis
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It is the company's policy to maintain its properties in a continued state of sound repair. In the case of freehold buildings the director considers that the life of the asset and its residual value are such that depreciation is not significant.

To ensure the carry forward sum can be supported, the freehold properties have been subject to an impairment review as at the balance sheet date, in accordance with FRS11. There are no indicators of impairment with regard to freehold property, as the cost value is believed to be at least equal to the recoverable amount. Accordingly no depreciation has been provided on freehold property.

1.4 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Operating profit

	2004 £	2003 £
Operating profit is stated after charging:		
Depreciation of tangible assets	746	933

3 Investment income

	2004 £	2003 £
Income from fixed asset investments	-	12
Bank interest	618	659
	618	671

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

4	Taxation	2004 £	2003 £
	Domestic current year tax		
	U.K. corporation tax	5,554	-
	Adjustment for prior years	-	(5)
	Current tax charge	<u>5,554</u>	<u>(5)</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>32,939</u>	<u>10,025</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2003: 0.00%)	<u>6,258</u>	<u>-</u>
	Effects of:		
	Depreciation add back	177	-
	Adjustments to previous periods	-	(5)
	Other tax adjustments	(881)	-
		<u>(704)</u>	<u>(5)</u>
	Current tax charge	<u>5,554</u>	<u>(5)</u>

5	Tangible fixed assets	Land and buildings £	Plant and machinery etc £	Total £
	Cost			
	At 1 April 2003 & at 31 March 2004	<u>585,763</u>	<u>6,911</u>	<u>592,674</u>
	Depreciation			
	At 1 April 2003	-	3,180	3,180
	Charge for the year	-	746	746
	At 31 March 2004	<u>-</u>	<u>3,926</u>	<u>3,926</u>
	Net book value			
	At 31 March 2004	<u>585,763</u>	<u>2,985</u>	<u>588,748</u>
	At 31 March 2003	<u>585,763</u>	<u>3,731</u>	<u>589,494</u>

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

6	Debtors	2004 £	2003 £
	Trade debtors	-	91
	Other debtors	97	-
		<u>97</u>	<u>91</u>
7	Creditors: amounts falling due within one year	2004 £	2003 £
	Bank loans and overdrafts	21,799	22,019
	Taxation and social security	5,554	-
	Payments received on account	14,104	14,104
	Other creditors	111,909	110,385
		<u>153,366</u>	<u>146,508</u>
8	Creditors: amounts falling due after more than one year	2004 £	2003 £
	Bank loans	<u>378,049</u>	<u>399,626</u>
	Analysis of loans		
	Wholly repayable within five years	399,848	421,645
	Included in current liabilities	(21,799)	(22,019)
		<u>378,049</u>	<u>399,626</u>
	Loan maturity analysis		
	In more than one year but not more than two years	23,441	23,230
	In more than two years but not more than five years	74,421	77,645
	In more than five years	<u>280,187</u>	<u>298,751</u>

The company loan is secured by a company debenture together with a first charge against the company's freehold property. The rate of interest on the loan is 1.75 above the bank's base rate.

STONEBRIDGE SECURITIES LIMITED

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

9	Share capital	2004 £	2003 £
	Authorised		
	1,000 Ordinary shares class 1 of £1 each	1,000	1,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	2 Ordinary shares class 1 of £1 each	2	2
		<u> </u>	<u> </u>

10 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2003	80,023
Retained profit for the year	14,385
	<u> </u>
Balance at 31 March 2004	94,408
	<u> </u>

11	Reconciliation of movements in shareholders' funds	2004 £	2003 £
	Profit for the financial year	27,385	10,030
	Dividends	(13,000)	-
		<u> </u>	<u> </u>
	Net addition to shareholders' funds	14,385	10,030
	Opening shareholders' funds	80,026	69,996
		<u> </u>	<u> </u>
	Closing shareholders' funds	94,410	80,026
		<u> </u>	<u> </u>

12 Control

The company is controlled by Mr and Mrs J. Elworthy.

13 Related party transactions

The director held a current account with the company which remained in credit throughout the year. As at the year end the company owed the director £110,965.