

**REGISTRAR OF
COMPANIES**

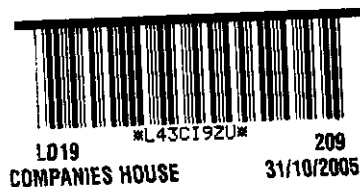
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Campden Estates Limited

Report and Unaudited Financial Statements

Year Ended

31 December 2004



Campden Estates Limited

Annual report and unaudited financial statements for the year ended 31 December 2004

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Directors

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Directors

G S E Heah
S M Morris

Secretary and registered office

Surrey Quays Investments Limited, 78 Wimpole Street, London, W1G 9RX.

Company number

3190409

Campden Estates Limited

Report of the directors for the year ended 31 December 2004

The directors present their report together with the unaudited financial statements for the year ended 31 December 2004.

Results and dividends

The profit and loss account is set out on page 2 and shows the profit for the year.

The directors do not recommend the payment of a final dividend (2003 - £Nil). Interim dividends of £233,334 (2003 - £266,667) were paid during the year.

Principal activities, trading review and future developments

The company's principal activity is that of residential property lettings and management.

The directors are satisfied with the result for the year and believe the company will continue to trade profitably in the future.

Directors

The directors of the company during the year and their interests in the ordinary share capital of the company were:

	Ordinary shares of £1 each	
	2004	2003
G S E Heah	-	-
S M Morris	100	100

G S E Heah is a director of Campden Investments Limited which owns 30% of the share capital of the company. His interest in the share capital of that company is disclosed in its directors' report.

Options over 200 ordinary shares of £1 each were granted to S M Morris on 1 May 2002 at an exercise price of £1. These options have been exercisable since the date of grant of the option.

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

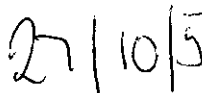
By order of the Board

Surrey Quays Investments Limited

Secretary



Date



Campden Estates Limited**Profit and loss account for the year ended 31 December 2004**

	Note	2004 £	2003 £
Turnover	2	759,202	730,170
Administrative expenses		500,717	581,157
Operating profit	5	258,485	149,013
Interest receivable		24,078	16,998
Interest payable	6	3,606	4,342
Profit on ordinary activities before taxation		278,957	161,669
Taxation on profit on ordinary activities	7	53,310	33,184
Profit on ordinary activities after taxation		225,647	128,485
Dividends		233,334	266,667
Loss for the year		(7,687)	(138,182)
Retained profit brought forward		76,567	214,749
Retained profit carried forward		68,880	76,567

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

There are no movements in shareholders' funds other than the profit for the year.

The notes on pages 4 to 7 form part of these unaudited financial statements.

Campden Estates Limited

Balance sheet at 31 December 2004

	Note	2004 £	2004 £	2003 £	2003 £
Current assets					
Debtors	8	49,478		40,349	
Cash at bank and in hand		156,915		239,378	
		<u>206,393</u>		<u>279,727</u>	
Monies held on behalf of clients					
Client monies held		839,115		844,657	
Amounts owed to clients		(839,115)		(844,657)	
		<u>-</u>		<u>-</u>	
Creditors: amounts falling due within one year	9	136,513		202,160	
Net current assets			<u>69,880</u>		<u>77,567</u>
			<u>69,880</u>		<u>77,567</u>
Capital and reserves					
Called up share capital	10		1,000		1,000
Profit and loss account			68,880		76,567
Shareholders' funds - equity			<u>69,880</u>		<u>77,567</u>

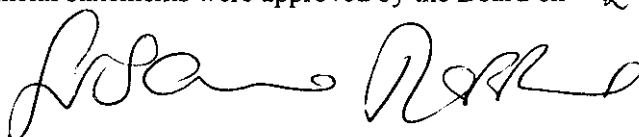
The directors have taken advantage of the exemption conferred by S.249A(1) not to have these financial statements audited and confirm that no notice has been deposited under S.249B(2) of the Companies Act 1985. The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with S.221 of the Companies Act 1985; and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2004 and of its result for the year then ended in accordance with the requirement of S.226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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

The unaudited financial statements were approved by the Board on 27/10/5

S M Morris
Director



The notes on pages 4 to 7 form part of these unaudited financial statements.

Campden Estates Limited

Notes forming part of the unaudited financial statements for the year ended 31 December 2004

1 Accounting policies

The unaudited financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Turnover

Turnover represents sales to outside customers at invoiced amounts less value added tax.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that:

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief; and
- the recognition of deferred tax assets is limited to the extent that the company anticipates to make sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

Operating leases

Annual rentals are charged to the profit and loss account on a straight line basis over the term of the lease.

2 Turnover

Turnover is attributable to one activity, the letting and management of residential properties, and arises wholly within the United Kingdom.

3 Employees

	2004 £	2003 £
Staff costs for all employees, including directors, consist of:		
Wages and salaries	239,023	275,260
Social security costs	30,773	27,742
	<hr/>	<hr/>
	269,796	303,002
	<hr/>	<hr/>

Campden Estates Limited

**Notes forming part of the unaudited financial statements
for the year ended 31 December 2004 (Continued)**

3 Employees (Continued)

	2004 Number	2003 Number
The average monthly number of employees during the year was as follows:		
Full time	5	4
Part time	-	1
	<u>5</u>	<u>5</u>

4 Directors' remuneration

	2004 £	2003 £
Directors' emoluments	130,803	132,280
	<u>130,803</u>	<u>132,280</u>

5 Operating profit

	2004 £	2003 £
This is arrived at after charging:		
Operating lease rentals - equipment	5,615	5,094
	<u>5,615</u>	<u>5,094</u>

6 Interest payable

	2004 £	2003 £
Bank overdrafts	3,606	4,342
	<u>3,606</u>	<u>4,342</u>

7 Taxation on profit from ordinary activities

	2004 £	2003 £
UK corporation tax	53,983	33,184
	<u>53,983</u>	<u>33,184</u>

Campden Estates Limited

Notes forming part of the unaudited financial statements for the year ended 31 December 2004 (*Continued*)

8 Debtors

	2004 £	2003 £
Prepayments and accrued income	45,288	40,349
VAT	4,190	-
	<u>49,478</u>	<u>40,349</u>

All amounts shown under debtors fall due for payment within one year.

9 Creditors: amounts falling due within one year

	2004 £	2003 £
Trade creditors	10,218	10,728
Taxation and social security	16,729	27,725
Corporation tax	53,983	31,961
Other creditors	9,402	50,000
Accruals	46,181	81,746
	<u>136,513</u>	<u>202,160</u>

10 Share capital

	2004 £	2003 £
<i>Authorised</i>		
Ordinary shares of £1 each	<u>1,200</u>	<u>1,200</u>
<i>Allotted, called up and fully paid</i>		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Options over 200 ordinary shares of £1 each were granted to S M Morris on 1 May 2002 at an exercise price of £1. These options have been exercisable since the date of grant of the option.

Campden Estates Limited

Notes forming part of the unaudited financial statements for the year ended 31 December 2004 (Continued)

11 Commitments under operating leases

As at 31 December 2004, the company had annual commitments under non-cancellable operating leases as set out below:

	2004 Other £	2003 Other £
Operating leases		
Within one year	-	6,400

12 Related party transactions

Financial Reporting Standard No 8 'Related Party Disclosures' (FRS 8) requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity.

During the year Campden Estates Limited made the following payments to related parties:

Campden Investments Limited - £139,243 (2003 - £50,000) for consultancy and administrative services

Campden Investments Limited are shareholders in the company.

There were no amounts outstanding at the year end.

13 Cash flow statement

The company has used the exemption under Financial Reporting Standard 1, 'Cash Flow Statements', not to prepare a cash flow statement as the directors believe the company is 'small' under the Companies Act 1985.

The page which follows does not
form part of the statutory
financial statements of the company

Campden Estates Limited

Detailed profit and loss account for the year ended 31 December 2004

	2004 £	2004 £	2003 £	2003 £
Turnover		759,202		730,170
Administration expenses				
Wages and salaries	239,023		275,260	
Social security costs	30,773		27,742	
Commissions and consultancy fees	110,415		180,318	
Computer costs	3,692		4,671	
Audit and accountancy	31,595		11,892	
Vehicle costs	8,550		10,503	
Marketing	7,756		11,602	
Office expenses	5,651		10,266	
Telephone	1,707		1,824	
Management and administration fees	48,671		32,599	
Printing, postage and stationery	1,953		5,119	
Insurance	6,102		7,247	
Entertaining	4,699		4,043	
Couriers	130		156	
Bad debt expense	-		(2,085)	
		<u>500,717</u>		<u>581,157</u>
		258,485		149,013
Interest receivable		24,078		16,998
Interest payable		(3,606)		(4,342)
Profit before tax for the year		<u><u>278,957</u></u>		<u><u>161,669</u></u>