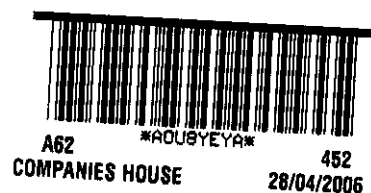


COMPANY REGISTRATION NUMBER 3307391

KINGSTREET LIMITED
UNAUDITED
FINANCIAL STATEMENTS
FOR 30TH JUNE 2005



ABBOTS
Chartered Certified Accountants
Printing House,
66 Lower Road,
Harrow,
HA2 0DH.

KINGSTREET LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

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KINGSTREET LIMITED
THE DIRECTOR'S REPORT
YEAR ENDED 30TH JUNE 2005

The director has pleasure in presenting his report and the unaudited financial statements of the company for the year ended 30th June 2005.

PRINCIPAL ACTIVITIES

The principal activities of the company during the year were the letting and management of own properties and the buying, selling and development of properties.

THE DIRECTOR AND HIS INTERESTS IN THE SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests, including family holdings, in the shares of the company were as follows:


	Ordinary Shares of £1 each	
	At 30 June 2005	At 1 July 2004
Mr. M.J. Scott	<u>500</u>	<u>500</u>

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:
 Printing House,
 66 Lower Road,
 Harrow,
 Middlesex
 HA2 0DH

Signed by


 MR MJ SCOTT
 Chairman

Approved by the director on 28th April 2006

KINGSTREET LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30TH JUNE 2005

	Note	2005 £	2004 £
TURNOVER		51,352	2,189,877
Cost of sales		(6,693)	2,107,109
GROSS PROFIT		58,045	82,768
Administrative expenses		56,978	33,893
OPERATING PROFIT	2	1,067	48,875
Interest receivable and similar income		3,796	559
Interest payable and similar charges		(16,939)	(15,412)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(12,076)	34,022
Tax on (loss)/profit on ordinary activities	3	(90)	(17,592)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(11,986)	51,614
Equity dividends paid		221,047	82,500
LOSS FOR THE FINANCIAL YEAR		<u>(233,033)</u>	<u>(30,886)</u>

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

KINGSTREET LIMITED
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
YEAR ENDED 30TH JUNE 2005

	2005 £	2004 £
(Loss)/Profit for the financial year attributable to the shareholders	(11,986)	51,614
Total recognised gains and losses relating to the year	<u>(11,986)</u>	<u>51,614</u>
Prior year adjustment (see note 4)	<u>—</u>	<u>(119,790)</u>
Total gains and losses recognised since the last annual report	<u>(11,986)</u>	<u>(68,176)</u>

KINGSTREET LIMITED**BALANCE SHEET****30TH JUNE 2005**

	Note	2005 £	2004 £
FIXED ASSETS			
Tangible assets	5	1,376	1,618
Investments	6	237,462	237,462
		<u>238,838</u>	<u>239,080</u>
CURRENT ASSETS			
Debtors	7	—	308,444
Cash at bank		62,417	84,485
		<u>62,417</u>	<u>392,929</u>
CREDITORS: Amounts falling due within one year	8	16,169	105,344
NET CURRENT ASSETS		<u>46,248</u>	<u>287,585</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>285,086</u>	<u>526,665</u>
CREDITORS: Amounts falling due after more than one year	9	256,611	265,067
		<u>28,475</u>	<u>261,598</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	11	—	90
		<u>28,475</u>	<u>261,508</u>
CAPITAL AND RESERVES			
Called-up equity share capital	13	1,000	1,000
Profit and loss account	14	27,475	260,508
SHAREHOLDERS' FUNDS	15	<u>28,475</u>	<u>261,508</u>

The Balance sheet continues on the following page.
The notes on pages 6 to 12 form part of these financial statements.

KINGSTREET LIMITED

BALANCE SHEET *(continued)*

30TH JUNE 2005

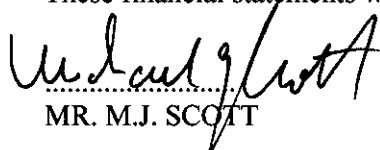
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company.

These financial statements 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 28th April 2006.


MR. M.J. SCOTT

KINGSTREET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

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 (Revised 1996) 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.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings - 15% reducing balance basis

Investment properties

Investment properties have been included at open market value with no depreciation being provided. This is a departure from Companies Act 1985 but is in accordance with Statement of Standard Accounting Practice No. 19 (as amended). The directors consider this departure to be necessary to give a true and fair view. Depreciation is only one of the many factors reflected in the valuation and the amount, which might otherwise have been shown, cannot be separately identified or quantified.

KINGSTREET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2005	2004
	£	£
Director's emoluments	—	—
Depreciation of owned fixed assets	<u>242</u>	<u>286</u>

KINGSTREET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

3. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2005 £	2004 £
Current tax:		
UK Corporation tax based on the results for the year at -% (2004 - 16.70%)	-	5,078
Over/under provision in prior year	-	(22,760)
Total current tax	-	(17,682)
Deferred tax:		
Origination and reversal of timing differences		
Capital allowances	(90)	90
Tax on (loss)/profit on ordinary activities	(90)	(17,592)

(b) Factors affecting current tax charge

	2005 £	2004 £
(Loss)/profit on ordinary activities before taxation	(12,076)	34,022
Profit/(loss) on ordinary activities by rate of tax	-	5,682
Capital allowances for period in excess of depreciation	-	(79)
Other allowances	-	(525)
Adjustment to tax charge in respect of previous periods	-	(22,760)
Total current tax (note 3(a))	-	(17,682)

4. PRIOR YEAR ADJUSTMENT

The prior year adjustment relates to a correction of the work-in-progress figure as at 30th June 2003 following additional expenses being incurred during 2004. The tax effect has been to reduce the charge for 2003 by £22,760.

KINGSTREET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

5. TANGIBLE FIXED ASSETS

	Fixtures & Fittings £
COST	
At 1st July 2004 and 30th June 2005	<u>1,904</u>
DEPRECIATION	
At 1st July 2004	286
Charge for the year	<u>242</u>
At 30th June 2005	<u>528</u>
NET BOOK VALUE	
At 30th June 2005	<u>1,376</u>
At 30th June 2004	<u>1,618</u>

6. INVESTMENTS

	Freehold Property £
COST	
At 1st July 2004 and 30th June 2005	<u>237,462</u>
NET BOOK VALUE	
At 30th June 2005	<u>237,462</u>
At 30th June 2004	<u>237,462</u>

7. DEBTORS

	2005 £	2004 £
Other debtors	—	<u>308,444</u>

8. CREDITORS: Amounts falling due within one year

	2005 £	2004 £
Bank loans	9,542	10,107
Trade creditors	—	58,226
Other creditors including taxation:		
Corporation tax	—	24,553
Directors current accounts	—	5,408
Other creditors	5,027	5,027
Accruals and deferred income	1,600	2,023
	<u>16,169</u>	<u>105,344</u>

KINGSTREET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

8. CREDITORS: Amounts falling due within one year *(continued)*

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2005	2004
	£	£
Bank loans	<u>9,542</u>	<u>10,107</u>

9. CREDITORS: Amounts falling due after more than one year

	2005	2004
	£	£
Bank loans	<u>256,611</u>	<u>265,067</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2005	2004
	£	£
Bank loans	<u>256,611</u>	<u>265,067</u>

Included within creditors falling due after more than one year is an amount of £208,707 (2004 - £213,776) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

10. CREDITORS - CAPITAL INSTRUMENTS

Creditors include finance capital which is due for repayment as follows:

	2005	2004
	£	£
Amounts repayable:		
In one year or less or on demand	9,542	10,106
In more than one year but not more than two years	10,992	11,872
In more than two years but not more than five years	36,912	39,420
In more than five years	208,707	213,776
	<u>266,153</u>	<u>275,174</u>

11. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was:

	2005	2004
	£	£
Provision brought forward	90	-
Profit and loss account movement arising during the year	<u>(90)</u>	<u>90</u>
Provision carried forward	<u>-</u>	<u>90</u>

KINGSTREET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

11. DEFERRED TAXATION *(continued)*

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2005 £	2004 £
Excess of taxation allowances over depreciation on fixed assets	-	90
	<u>-</u>	<u>90</u>

12. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

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

	2005 £	2004 £
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2005 No	£	2004 No	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

14. PROFIT AND LOSS ACCOUNT

	2005 £	2004 £
Balance brought forward as previously reported	260,508	411,184
Prior year adjustment (note 4)	-	(119,790)
Balance brought forward restated	260,508	291,394
Accumulated loss for the financial year	(233,033)	(30,886)
Balance carried forward	<u>27,475</u>	<u>260,508</u>

KINGSTREET LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2005

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005		2004
	£	£	£
(Loss)/Profit for the financial year	(11,986)		51,614
Dividends	(221,047)		(82,500)
	(233,033)		(30,886)
Opening shareholders' equity funds	261,508		412,184
Prior year adjustment (see note 4)	—		(119,790)
Closing shareholders' equity funds	<u>28,475</u>		<u>261,508</u>