

Report of the Director and
Financial Statements for the Year Ended 31 December 2002
for
Cornish Property Company Ltd



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Cornish Property Company Ltd

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for the Year Ended 31 December 2002

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Cornish Property Company Ltd

Company Information
for the Year Ended 31 December 2002

DIRECTOR: MR N A ALI

SECRETARY: A K & Co (ACCOUNTANCY SERVICES) LTD

REGISTERED OFFICE: 109A, Western Road
Brighton
EAST SUSSEX
BN1 2AA

REGISTERED NUMBER: 3688090 (England and Wales)

ACCOUNTANTS: A K & Co (Accountancy Services) Ltd
19 Victoria Terrace
Hove
East Sussex BN3 2WB

Cornish Property Company Ltd

Report of the Director
for the Year Ended 31 December 2002

The director presents his report with the financial statements of the company for the year ended 31 December 2002.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of Letting of furnished property.

DIRECTORS

The directors during the year under review were:

MRS Z F N ALI	- resigned 31.5.02
MR A M ALFARHAN	- resigned 31.5.02
MR N A ALI	- appointed 1.6.02

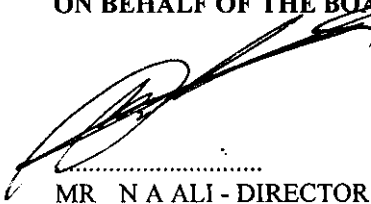
The beneficial interest of the director holding office on 31 December 2002 in the issued share capital of the company was as follows:

	31.12.02	1.1.02 or date of appointment if later
Ordinary £1 shares		
MR N A ALI	1	-

Mrs S F N ALI AND Abdul Mohsen ALFARHAN resigned as a directors, Mr Najeh Ali was appointed director. Company purchased share of Mr A M Alfarhan and cancelled it. Mrs S F N Ali held the share as a nominee and transferred to Mr N Ali.

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

ON BEHALF OF THE BOARD:



MR N A ALI - DIRECTOR

Dated:

Cornish Property Company Ltd

Profit and Loss Account
for the Year Ended 31 December 2002

		2002	2001
	Notes	£	£
TURNOVER		-	-
Administrative expenses		8,069	4,268
		(8,069)	(4,268)
Other operating income		31,150	18,748
OPERATING PROFIT	2	23,081	14,480
Interest payable and similar charges		19,240	9,344
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		3,841	5,136
Tax on profit on ordinary activities	3	81	357
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		3,760	4,779
Retained profit brought forward		10,200	5,421
RETAINED PROFIT CARRIED FORWARD		<u>£13,960</u>	<u>£10,200</u>

The notes form part of these financial statements

Cornish Property Company Ltd

Balance Sheet
31 December 2002

		2002		2001	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	4		196,106		196,106
CURRENT ASSETS:					
Debtors	5	51,286		-	
Cash at bank		-		811	
		51,286		811	
CREDITORS: Amounts falling due within one year	6	2,806		1,493	
NET CURRENT ASSETS/(LIABILITIES):			48,480		(682)
TOTAL ASSETS LESS CURRENT LIABILITIES:			244,586		195,424
CREDITORS: Amounts falling due after more than one year	7		375,116		185,222
			£(130,530)		£10,202
CAPITAL AND RESERVES:					
Called up share capital	8		1		2
Capital redemption reserve	9		(144,491)		-
Profit and loss account			13,960		10,200
SHAREHOLDERS' FUNDS:			£(130,530)		£10,202

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

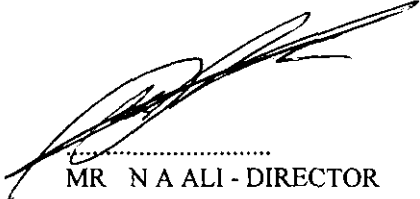
- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

Cornish Property Company Ltd

Balance Sheet
31 December 2002

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



.....
MR N A ALI - DIRECTOR

Approved by the Board on

Cornish Property Company Ltd

Notes to the Financial Statements
for the Year Ended 31 December 2002

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2002	2001
	£	£
Depreciation - owned assets	-	1,875
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2002	2001
	£	£
Current tax:		
UK corporation tax	81	357
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	81	357
	<u> </u>	<u> </u>

UK corporation tax was charged at 21% in 2001.

Cornish Property Company Ltd

Notes to the Financial Statements
for the Year Ended 31 December 2002

4. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery etc	Totals
	£	£	£
COST:			
At 1 January 2002 and 31 December 2002	<u>190,000</u>	<u>8,881</u>	<u>198,881</u>
DEPRECIATION:			
At 1 January 2002 and 31 December 2002	<u>-</u>	<u>2,775</u>	<u>2,775</u>
NET BOOK VALUE:			
At 31 December 2002	<u>190,000</u>	<u>6,106</u>	<u>196,106</u>
At 31 December 2001	<u>190,000</u>	<u>6,106</u>	<u>196,106</u>

**5. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2002 £	2001 £
Other debtors	<u>51,286</u>	<u>-</u>

**6. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2002 £	2001 £
Bank loans and overdrafts	1,961	-
Taxation	81	729
Accrued expenses	764	764
	<u>2,806</u>	<u>1,493</u>

**7. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	2002 £	2001 £
Bank loans	366,880	114,385
Other Loans	8,236	70,837
	<u>375,116</u>	<u>185,222</u>

Amounts falling due in more than five years:

Repayable otherwise than by instalments		
Other Loans	<u>8,236</u>	<u>70,837</u>
Repayable by instalments		
Bank loans	<u>366,880</u>	<u>114,385</u>

Cornish Property Company Ltd

Notes to the Financial Statements
for the Year Ended 31 December 2002

8. CALLED UP SHARE CAPITAL

Authorised:			2002	2001
Number:	Class:	Nominal value:	£	£
100	Ordinary	£1	100	100
			==	==

Allotted and issued:			2002	2001
Number:	Class:	Nominal value:	£	£
1	Share capital 1	£1	1	2
(2001 - 2)			==	==

9. CAPITAL REDEMPTION RESERVE

	2002	2001
	£	£
Purchase of own shares	(144,491)	-
	==	==

Cornish Property Company Ltd

Report of the Accountants to the Director of
Cornish Property Company Ltd

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2002 set out on pages three to eight and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



A K & Co (Accountancy Services) Ltd
19 Victoria Terrace
Hove
East Sussex BN3 2WB

Dated:

Cornish Property Company Ltd

Profit and Loss Account
for the Year Ended 31 December 2002

	2002		2001	
	£	£	£	£
Income		-		-
Other income:				
Rents received		31,150		18,748
		<u>31,150</u>		<u>18,748</u>
Expenditure:				
Sundry expenses	25		27	
Accountancy	764		764	
Professional Fees	1,012		-	
Insurance	1,487		538	
Light & heat	-		91	
Repairs to property	-		935	
Wear & Tear	-		1,875	
	<u> </u>	3,288	<u> </u>	4,230
		<u>27,862</u>		<u>14,518</u>
Finance costs:				
Bank loan interest	19,240		9,344	
Bank charges	4,781		38	
	<u> </u>	24,021	<u> </u>	9,382
NET PROFIT		<u><u>£3,841</u></u>		<u><u>£5,136</u></u>