

**Report of the Director and  
Financial Statements for the Year Ended 31 January 2004  
for  
Halcyon Real Estates Limited**

3698371



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for the Year Ended 31 January 2004**

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**Halcyon Real Estates Limited**

**Company Information  
for the Year Ended 31 January 2004**

**DIRECTOR:** O Sihota

**SECRETARY:** D Sihota

**REGISTERED OFFICE:** 56 St James Gardens  
Wembley  
Middlesex  
HA0 ULH

**REGISTERED NUMBER:** 3692371 (England and Wales)

**AUDITORS:** Rana Chartered Accountants  
140/142 High Street  
Smethwick  
B66 3AP

**CLIENT CODE::** HALCYON001

**Report of the Director  
for the Year Ended 31 January 2004**

The director presents his report with the financial statements of the company for the year ended 31 January 2004.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of letting and sale of property.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 January 2004.

**DIRECTOR**

O Sihota was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	31.1.04	1.2.03
Ordinary shares £1 shares	35,000	35,000

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

Company law requires the director 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 period. In preparing those financial statements, the director is 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

**AUDITORS**

The auditors, Rana Chartered Accountants, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**



O Sihota - Director

Date: 25-11-2004

**Report of the Independent Auditors to the Shareholders of  
Halcyon Real Estates Limited**

We have audited the financial statements of Halcyon Real Estates Limited for the year ended 31 January 2004 on pages four to eight. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of director and auditors**

As described on page two the company's director is responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Director is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding director's remuneration and transactions with the company is not disclosed.

We read the Report of the Director and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with United Kingdom 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 director 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 the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that 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.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 January 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Rana Chartered Accountants  
140/142 High Street  
Smethwick  
B66 3AP

Date: .....

**Profit and Loss Account  
for the Year Ended 31 January 2004**

		31.1.04	31.1.03
	Notes	�	�
<b>TURNOVER</b>		1,202,885	-
Cost of sales		892,168	-
<b>GROSS PROFIT</b>		310,717	-
Administrative expenses		99,340	52,492
<b>OPERATING PROFIT/(LOSS)</b>	3	211,377	(52,492)
Interest receivable and similar income		1,078	-
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		212,455	(52,492)
Tax on profit/(loss) on ordinary activities	4	14,879	-
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION</b>		197,576	(52,492)
Deficit brought forward		(137,551)	(85,059)
<b>RETAINED PROFIT/(DEFICIT) CARRIED FORWARD</b>		<u>�60,025</u>	<u>�(137,551)</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profit for the current year and the loss for the previous year.

The notes form part of these financial statements

# Halcyon Real Estates Limited

## Balance Sheet 31 January 2004

		31.1.04		31.1.03	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	5		264,689		669,708
<b>CURRENT ASSETS:</b>					
Cash at bank		11,240		3,119	
<b>CREDITORS: Amounts falling due within one year</b>	6	<u>115,904</u>		<u>710,378</u>	
<b>NET CURRENT LIABILITIES:</b>			<u>(104,664)</u>		<u>(707,259)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			<u>£160,025</u>		<u>£(37,551)</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	7		100,000		100,000
Profit and loss account			<u>60,025</u>		<u>(137,551)</u>
<b>SHAREHOLDERS' FUNDS:</b>	8		<u>£160,025</u>		<u>£(37,551)</u>

ON BEHALF OF THE BOARD:



.....  
O Sihota - Director

Approved by the Board on ..... 25-11-2004

The notes form part of these financial statements

**Notes to the Financial Statements  
for the Year Ended 31 January 2004**

**1. ACCOUNTING POLICIES**

**Accounting convention**

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

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**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. STAFF COSTS**

There were no staff costs for the year ended 31 January 2004 nor for the year ended 31 January 2003.

The average monthly number of employees during the year was as follows:

31.1.04	31.1.03
=	=

**3. OPERATING PROFIT/(LOSS)**

The operating profit (2003 - operating loss) is stated after charging:

31.1.04 £	31.1.03 £
-	-
=	=

Director's emoluments

**4. TAXATION**

**Analysis of the tax charge**

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

31.1.04 £	31.1.03 £
14,879	-
<u>14,879</u>	<u>-</u>
<u><u>14,879</u></u>	<u><u>-</u></u>

Current tax:

UK corporation tax

Tax on profit/(loss) on ordinary activities

Notes to the Financial Statements  
for the Year Ended 31 January 2004

5. TANGIBLE FIXED ASSETS

	Freehold property	Fixtures and fittings	Totals
	£	£	£
<b>COST:</b>			
At 1 February 2003	664,168	11,216	675,384
Additions	264,689	-	264,689
Disposals	(664,168)	(11,216)	(675,384)
	<u>264,689</u>	<u>-</u>	<u>264,689</u>
At 31 January 2004	264,689	-	264,689
<b>DEPRECIATION:</b>			
At 1 February 2003	-	5,676	5,676
Eliminated on disposals	-	(5,676)	(5,676)
	<u>-</u>	<u>-</u>	<u>-</u>
At 31 January 2004	-	-	-
<b>NET BOOK VALUE:</b>			
At 31 January 2004	<u>264,689</u>	<u>-</u>	<u>264,689</u>
At 31 January 2003	<u>664,168</u>	<u>5,540</u>	<u>669,708</u>

6. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR

	31.1.04	31.1.03
	£	£
Other creditors	-	18,248
Loans & overdrafts	99,850	690,955
Social security & other taxes	14,879	-
Accrued expenses	1,175	1,175
	<u>115,904</u>	<u>710,378</u>

7. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.1.04	31.1.03
		£1	£	£
250,000	Ordinary shares		<u>250,000</u>	<u>250,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.1.04	31.1.03
		£1	£	£
100,000	Ordinary shares		<u>100,000</u>	<u>100,000</u>

Notes to the Financial Statements  
for the Year Ended 31 January 2004

8. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.1.04	31.1.03
	£	£
Profit/(Loss) for the financial year	197,576	(52,492)
Net addition/(reduction) to shareholders' funds	197,576	(52,492)
Opening shareholders' funds	(37,551)	14,941
Closing shareholders' funds	<u>160,025</u>	<u>(37,551)</u>
Equity interests	<u>160,025</u>	<u>(37,551)</u>