

3897919

**I99 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED**

**REPORT AND ACCOUNTS**

**YEAR ENDED 31 MAY 2007**



# **199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED**

## **I N D E X**

**Year ended 31 May 2007**

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# **199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED**

## **GENERAL INFORMATION**

**Year ended 31 May 2007**

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<b>Directors</b>	Sammy Lee Paul Baynham (appointed 10 January 2007) Antony Chiu (resigned 10 January 2007)
<b>Secretary</b>	Temple Secretarial Limited
<b>Registered office</b>	16 Old Bailey London EC4M 7EG
<b>Company number</b>	3897929
<b>Auditors</b>	Dixon Wilson (PO Box 900) Rotherwick House 3 Thomas More Street London EIW 1YX
<b>Bankers</b>	Bank of East Asia 75 Shaftesbury Avenue London W1D 5BB  HSBC Bank Plc Poultry and Princes Street Branch PO Box 648 27-32 Poultry London EC2P 2BX
<b>Solicitors</b>	Withers LLP 16 Old Bailey London EC4M 7EG

# **199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED**

## **REPORT OF THE DIRECTORS**

**Year ended 31 May 2007**

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The directors present their report and accounts for the year ended 31 May 2007

### **Principal activity**

The company is engaged in the business of project management. It is currently managing the development of a residential building project and is in negotiation for the management of other projects of a similar nature

### **Directors**

The directors of the company who held office during the year were as shown on page 2

### **Directors' responsibilities**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

United Kingdom company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial period and of the profit or loss of the company for that period. In preparing those financial statements, the directors are 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 directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are 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

### **Disclosure of information to auditors**

In the case of each of the persons who are directors at the time when the report is approved, the following applies

- (a) so far as the director is aware, there is no relevant information of which the company's auditors are unaware and
- (b) he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

### **Auditors**

A resolution to re-appoint Dixon Wilson as auditors in accordance with Section 385 of the Companies Act 1985 will be proposed at the forthcoming annual general meeting.

### **Special provisions**

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

On behalf of the board



SAMIYYA LEE  
Director

13 March 2008

# 199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED

## AUDITORS' REPORT

Year ended 31 May 2007

### INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF 199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED

We have audited the financial statements of 199 Knightsbridge Project Management Limited for the year ended 31 May 2007 which comprise the Profit and Loss Account, the Balance Sheet, the Accounting Policies and the related notes. These financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report is made solely to the company's shareholders, 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 shareholders those matters we are required to state to them in an auditor's 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

#### Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards ("United Kingdom Generally Accepted Accounting Practice").

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 whether in our opinion, the information given in the Directors' Report is consistent with the financial statements.

In addition, we report to you if, in our opinion, 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 directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report 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 International Standards on Auditing (UK and Ireland) 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 directors 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, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of affairs of the company as at 31 May 2007 and of its loss for the year then ended
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements



DIXON WILSON  
Chartered Accountants and Registered Auditors  
Rotherwick House  
3 Thomas More Street  
London E1W 1YX

13 March 2008

**I99 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED****P R O F I T   A N D   L O S S   A C C O U N T****Year ended 31 May 2007**

	<b>Note</b>	<b>2007</b> <b>£</b>	<b>2006</b> <b>£</b>
<b>Turnover</b>	<b>1</b>	<b>816,253</b>	<b>1,905,186</b>
Cost of sales		(713,151)	(1,610,245)
<b>Gross profit</b>		<b>103,102</b>	<b>294,941</b>
Administrative expenses		(227,349)	(82,886)
<b>Operating (loss)/profit</b>	<b>2</b>	<b>(124,247)</b>	<b>212,055</b>
Interest receivable and similar income		14,246	12,305
Interest payable and similar charges		(417)	(305)
<b>(Loss)/profit on ordinary activities before taxation</b>		<b>(110,418)</b>	<b>224,055</b>
Tax on (loss)/profit on ordinary activities	<b>3</b>	27,230	(65,002)
<b>(Loss)/profit for the year</b>		<b>(83,188)</b>	<b>159,053</b>
Retained profit brought forward		506,335	347,282
<b>Retained profit carried forward</b>		<b>423,147</b>	<b>506,335</b>

**199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED****BALANCE SHEET****At 31 May 2007**

	Note	2007 £	2006 £
<b>Fixed assets</b>			
Tangible assets	4	-	1,503
<b>Current assets</b>			
Debtors	5	166,571	465,552
Cash at bank		456,148	313,588
		622,719	779,140
<b>Creditors: amounts falling due within one year</b>	6	(199,570)	(274,306)
<b>Net current assets</b>		423,149	504,834
<b>Total assets less current liabilities</b>		423,149	506,337
<b>Capital and reserves</b>			
Called up share capital	7	2	2
Profit and loss account		423,147	506,335
<b>Equity shareholders' funds</b>		423,149	506,337

**Special provisions**

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

The financial statements on pages 5 to 9 were approved by the board of directors on 13 March 2008 and were signed by -



SAMMY LEE  
Director

# **199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED**

## **A C C O U N T I N G   P O L I C I E S**

**Year ended 31 May 2007**

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### **Basis of accounting**

These financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

### **Income recognition**

Turnover is recognised as earned

### **Depreciation**

Depreciation is provided on cost in equal annual instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

Fixtures, fittings, machinery and equipment – 25% straight line

### **Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction. Exchange differences are taken to the profit and loss account.

### **Leases**

Rentals applicable to operating leases are charged to the profit and loss account in equal annual amounts over the periods of the leases.



# 199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 May 2007

### 1. Turnover

Turnover represents invoices for project management services due from another group company, 199 Knightsbridge Development Limited, excluding value added tax

2. Operating (loss)/profit	2007 £	2006 £
This is stated after charging		
Depreciation	1,503	31,782
Rentals under operating leases - land and buildings	261,000	355,000
Directors' remuneration	60,000	20,000
Auditors' remuneration	2,250	1,700

### 3. Tax on (loss)/profit on ordinary activities

Based on the (loss)/profit for the year

United Kingdom corporation tax	(35,403)	65,002
Adjustment in respect of prior years	8,173	-
	<u>(27,230)</u>	<u>65,002</u>

### 4. Tangible fixed assets

Fixtures, fittings, machinery  
and equipment  
£

#### Cost

At 1 June 2006 and 31 May 2007	180,464
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#### Accumulated depreciation

At 1 June 2006	178,961
Charge for the year	1,503
At 31 May 2007	<u>180,464</u>

#### Net book value

At 31 May 2007	-
At 31 May 2006	<u>1,503</u>

### 5. Debtors

	2007 £	2006 £
Amounts owed by group undertakings	72,362	303,781
Corporation tax	35,403	-
Other debtors	58,806	161,771
	<u>166,571</u>	<u>465,552</u>

**199 KNIGHTSBRIDGE PROJECT MANAGEMENT LIMITED****NOTES TO THE FINANCIAL STATEMENTS****Year ended 31 May 2007**

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<b>6. Creditors: amounts falling due within one year</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Bank overdraft	9,453	11,828
Trade creditors	122,951	49,100
Corporation tax	-	64,940
Other creditors	614	60,882
Accruals and deferred income	66,552	87,556
	<u>199,570</u>	<u>274,306</u>

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**7. Called up share capital**

Authorised 10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Called up, allotted and fully paid 2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

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**8. Operating lease commitments**

At 31 May 2007 the company was committed to making the following payments during the next year in respect of operating leases

	<b>Land and buildings</b>	
	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Leases which expire.		
- within 1 year	102,120	75,333
- within 2 to 5 years	129,000	129,000
	<u>231,120</u>	<u>204,333</u>

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**9. Related party transactions**

Turnover of £816,253 (2006 - £1,905,186) is derived solely from transactions with another group company, 199 Knightsbridge Development Limited. Amounts owed by group undertakings of £63,972 (2006 - £303,781) and £8,390 (2006 - £nil) are owed by 199 Knightsbridge Development Limited and Knightsbridge Residents Management Company Limited respectively.

During the year net expenses of £5,353 (2006 - £26,459) were paid on behalf of 199 Knightsbridge Management Limited a company controlled by S Lee. £5,353 (2006 - £112,639) was due from 199 Knightsbridge Management Limited as at 31 May 2007.

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**10. Immediate parent company and ultimate parent company**

The immediate parent company is 199 Knightsbridge Investment Limited, a company incorporated in the British Virgin Islands. The ultimate parent company and controlling entity is Chow Tai Fook Enterprises Limited, a company registered in Hong Kong.

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