

**DAWSON MEADOWS LTD
FINANCIAL STATEMENTS
FOR
31 AUGUST 2002**

Company Registration Number 3945173



MACINTYRE HUDSON

Chartered Accountants
Greenwood House
4/7 Salisbury Court
London
EC4Y 8BT

DAWSON MEADOWS LTD
OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	G Dawson P R Meadows
Company secretary	D Marren
Registered office	78-80 Glenthams Road Barnes London SW13 9JJ
Accountants	MacIntyre Hudson Chartered Accountants Greenwood House 4/7 Salisbury Court London EC4Y 8BT
Bankers	HSBC Bank Plc 54 Clarence Street Kingston-upon-Thames Surrey KT1 1NS

DAWSON MEADOWS LTD

FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2002

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DAWSON MEADOWS LTD

THE DIRECTORS' REPORT

YEAR ENDED 31 AUGUST 2002

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 August 2002.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is to act as a design company.

The company commenced trading in July 2002.

Dawson Meadows Ltd owns the lease of 70-80 Glenthams Road, London SW13 9JJ. The premises are sublet to Dawson Meadows, a partnership owned by the shareholders of Dawson Meadows Limited.

On 20 August 2002 Dawson Meadows Limited signed a sublease of a room on its premises with The Creative Department.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 August 2002	At 1 September 2001
G Dawson	1	1
P R Meadows	<u>1</u>	<u>1</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:
78-80 Glenthams Road
Barnes
London
SW13 9JJ

Signed on behalf of the directors



G Dawson
Director

Approved by the directors on 14.3.03

DAWSON MEADOWS LTD
ACCOUNTANTS' REPORT TO THE DIRECTORS
YEAR ENDED 31 AUGUST 2002

As described on the balance sheet, the directors of the company are responsible for the preparation of the accounts for the year ended 31 August 2002, set out on pages 4 to 9.

You consider that the company is exempt from an audit under the Companies Act 1985.

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

MacIntyre Hudson

Greenwood House
4/7 Salisbury Court
London
EC4Y 8BT

19-03-03
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MACINTYRE HUDSON
Chartered Accountants

DAWSON MEADOWS LTD
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 AUGUST 2002

	Note	2002 £	2001 £
TURNOVER		382,321	—
Cost of sales		<u>173,540</u>	—
GROSS PROFIT		208,781	—
Administrative expenses		50,352	81,737
Other operating income	2	—	(81,737)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		158,429	—
Tax on profit on ordinary activities		<u>33,262</u>	—
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		125,167	—
Equity dividends paid		60,000	—
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>65,167</u>	—

The company has no recognised gains or losses other than the results for the year as set out above.

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

The notes on pages 7 to 9 form part of these financial statements.

DAWSON MEADOWS LTD

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

YEAR ENDED 31 AUGUST 2002

	2002 £	2001 £
Profit for the financial year	125,167	—
Dividends	<u>(60,000)</u>	<u>—</u>
	65,167	—
Opening shareholders' equity funds	<u>2</u>	<u>2</u>
Closing shareholders' equity funds	<u>65,169</u>	<u>2</u>

The notes on pages 7 to 9 form part of these financial statements.

DAWSON MEADOWS LTD

BALANCE SHEET

31 AUGUST 2002

	Note	2002 £	2001 £
FIXED ASSETS			
Tangible assets	4	115,677	77,636
CURRENT ASSETS			
Debtors	5	2,050	2
Cash at bank		263	—
		2,313	2
CREDITORS: Amounts falling due within one year	6	52,821	77,636
NET CURRENT LIABILITIES		(50,508)	(77,634)
TOTAL ASSETS LESS CURRENT LIABILITIES		65,169	2
CAPITAL AND RESERVES			
Called-up equity share capital	8	2	2
Profit and Loss Account		65,167	—
SHAREHOLDERS' FUNDS		65,169	2

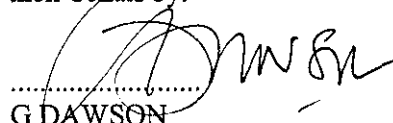
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- preparing accounts 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 by the directors on the 14.3.03 and are signed on their behalf by:


G DAWSON


P R MEADOWS

The notes on pages 7 to 9 form part of these financial statements.

DAWSON MEADOWS LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) 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, exclusive of Value Added Tax.

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:

Leasehold Property - straight line over 100 months

Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. OTHER OPERATING INCOME

	2002	2001
	£	£
Rent receivable	—	<u>81,737</u>

DAWSON MEADOWS LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2002

3. OPERATING PROFIT

Operating profit is stated after charging:

	2002 £	2001 £
Directors' emoluments	—	—
Depreciation	11,441	—
Operating lease costs:		
Land and buildings	<u>3,769</u>	<u>81,737</u>

4. TANGIBLE FIXED ASSETS

	Leasehold Property £
COST	
At 1 September 2001	77,636
Additions	<u>49,482</u>
At 31 August 2002	<u>127,118</u>
DEPRECIATION	
Charge for the year	<u>11,441</u>
At 31 August 2002	<u>11,441</u>
NET BOOK VALUE	
At 31 August 2002	<u>115,677</u>
At 31 August 2001	<u>77,636</u>

5. DEBTORS

	2002 £	2001 £
Trade debtors	2,048	—
Other debtors	<u>2</u>	<u>2</u>
	<u>2,050</u>	<u>2</u>

6. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Trade creditors	2	—
Dawson Meadows	9,851	77,636
Corporation tax	33,262	—
Other taxation	1,613	—
Other creditors	<u>8,093</u>	<u>—</u>
	<u>52,821</u>	<u>77,636</u>

DAWSON MEADOWS LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2002

7. RELATED PARTY TRANSACTIONS

The directors of the company Mr G Dawson and Mr P R Meadows also trade as a partnership under the name Dawson Meadows.

During the year Dawson Meadows Ltd paid £22,646 for the acquisition of sales contracts written by the partnership Dawson Meadows.

During the year Dawson Meadows Ltd sublet property to the partnership Dawson Meadows for £48,837 (2001: £81,737).

At the year end Dawson Meadows Ltd owed to the partnership £9,851 (2001: £77,636). No interest is charged on the outstanding balance.

8. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2002	2001
	£	£
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

The company was controlled during the year by the directors Mr G Dawson and Mr P R Meadows, who each own 50% of the issued share capital.