

# Flagship Investments Limited

## REPORT AND FINANCIAL STATEMENTS

period ended  
31 March 2002



# Flagship Investments Limited

## DIRECTORS AND OFFICERS

### DIRECTORS

HN Sharif

### SECRETARY

A Khan

### REGISTERED OFFICE

2 Bloomsbury Street  
London WC1B 3ST

# Flagship Investments Limited

## DIRECTOR'S REPORT

The director submits his first report and the financial statements of Flagship Investments Limited for the period from incorporation on 12 April 2001 to 31 March 2002.

### PRINCIPAL ACTIVITIES

The principal activity of the company since incorporation was that of property investment.

### DIVIDENDS

The directors do not recommend the payment of a dividend.

### DIRECTORS

The following directors have held office since incorporation:

Instant Companies Limited	(appointed and resigned 12 April 2001)
HN Sharif	(appointed 12 April 2001)

### DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including family interests, were as follows:

	<i>Ordinary shares of £1 each</i>
HN Sharif	1

### BASIS OF PREPARATION

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

By order of the board



A Khan  
Secretary

29 January 2003

# Flagship Investments Limited

## DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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Company law requires the directors to prepare financial statements for each financial period 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 directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 requirements of the Companies Act 1985. They 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.

Flagship Investments Limited  
 PROFIT AND LOSS ACCOUNT  
 for the period ended 31 March 2002

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	Notes	2002 £
TURNOVER		-
Cost of sales		-
Gross profit		<u>-</u>
Other operating expenses		(12,999)
OPERATING LOSS		<u>(12,999)</u>
Interest receivable		8,226
Interest payable	1	(3,778)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	<u>(8,551)</u>
Taxation	3	-
RETAINED PROFIT FOR THE PERIOD	9	<u><u>(8,551)</u></u>

The operating loss for the period arises from the company's continuing operations.

No separate statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

# Flagship Investments Limited

## BALANCE SHEET

31 March 2002

	Notes	2002 £
<b>FIXED ASSETS</b>		
Tangible assets	4	513,831
<b>CURRENT ASSETS</b>		
Debtors	5	3,905
Cash at bank and in hand		410,729
		<u>414,634</u>
<b>CREDITORS: Amounts falling due within one year</b>	6	(719,046)
<b>NET CURRENT ASSETS</b>		<u>(304,412)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>209,419</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	7	(217,969)
		<u>(8,550)</u>
<b>CAPITAL AND RESERVES</b>		
Called up share capital	8	1
Profit and loss account	9	(8,551)
<b>SHAREHOLDERS' FUNDS</b>	10	<u>(8,550)</u>


In my opinion the company is entitled for the period ended 31 March 2002 to the exemptions conferred by Section 249A(1) of the Companies Act 1985. I confirm that no notice has been deposited under Section 249B(2) of the Companies Act 1985 by members holding 10% of the shares of the company, requesting an audit.

I acknowledge that as a director of the company it is my responsibility;

- to keep accounting records which comply with Section 221 of the Companies Act 1985; and
- to prepare 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 in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to the accounts.

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

Approved by the board on 29 January 2003

  
HN Sharif      Director

# Flagship Investments Limited

## ACCOUNTING POLICIES

### BASIS OF ACCOUNTING

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

### TANGIBLE FIXED ASSETS

In accordance with Statement of Standard Accounting Practice No 19:

- investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve; and
- no depreciation or amortisation is provided in respect of freehold properties and leasehold investment properties with over 20 years to run.

This treatment, as regards certain of the company's investment properties, may be a departure from the requirements of the Companies Act concerning depreciation of fixed assets. However, these properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the accounts to give a true and fair view. Depreciation or amortisation is only one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

### FOREIGN CURRENCIES

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the profit and loss account.

### TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of investment properties let during the year.

**Flagship Investments Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the period ended 31 March 2002

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1	INTEREST PAYABLE	2002 £
	On bank loans and overdrafts	3,778
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2	LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2002 £
	Loss on ordinary activities before taxation is stated after charging/(crediting):	
	Exchange losses/(gains)	(10,621)
		<hr/>
3	TAXATION	
	There is no tax liabilities for the period due to losses incurred.	
4	TANGIBLE FIXED ASSETS	Leasehold investment property £
	At valuation 31 March 2002	513,831
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5	DEBTORS	2002 £
	Due within one year: Prepayments	3,905
		<hr/>
6	CREDITORS: Amounts falling due within one year	2002 £
	Bank loans and overdrafts	11,625
	Other creditors (see note 11)	705,071
	Accruals and deferred income	2,350
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		719,046
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**Flagship Investments Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the period ended 31 March 2002

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7	CREDITORS: Amounts falling due in more than one year	2002 £
	Bank loan	217,969
	Repayable by instalments:	
	In more than one year but not more than two years	11,625
	In more than two years but not more than five years	34,875
	In five years or more	171,469
		<u>217,969</u>

The bank loan is secured by a fixed charge on the leasehold property. It is repayable by instalments of £11,625 per annum and bears interest at a variable rate.

8	SHARE CAPITAL	2002 £
	Authorised:	
	1,000 ordinary shares of £1 each	1,000
	Allotted, issued and fully paid:	
	1 ordinary shares of £1 each	1

9	PROFIT AND LOSS ACCOUNT	2002 £
	Loss for the financial period	(8,551)
	31 March 2002	<u>(8,551)</u>

10	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2002 £
	Loss for the financial period	(8,551)
	Share capital subscribed	1
	Net reduction to shareholders' funds	<u>(8,550)</u>
	Opening shareholders' funds	-
	Closing shareholders' funds	<u>(8,550)</u>

11 RELATED PARTY TRANSACTIONS

During the period the director provided working capital funds to the company amounting to £705,071. The balance outstanding at 31 March 2002 was £705,071.