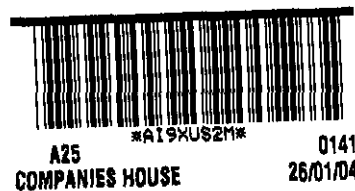


Company Registration No. 4304890 (England and Wales)

**POWDERMILL INVESTMENTS LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31 DECEMBER 2002**



# POWDERMILL INVESTMENTS LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	D Culbertson	(Appointed 16 October 2001)
	Mrs W Culbertson	(Appointed 16 October 2001)

<b>Secretary</b>	Mrs W Culbertson
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<b>Company number</b>	4304890
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<b>Registered office</b>	15 Quarry Hill Road Tonbridge Kent TN9 2RN
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<b>Accountants</b>	Loucas Chartered Certified Accountants 15 Quarry Hill Road Tonbridge Kent TN9 2RN
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<b>Business address</b>	21 Custom House Reach 5 Odessa Street Surrey Quays London SE16
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# POWDERMILL INVESTMENTS LIMITED

## DIRECTORS' REPORT FOR THE PERIOD ENDED 31 DECEMBER 2002

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The directors present their report and financial statements for the period ended 31 December 2002.

### Principal activities

The company was incorporated on 16 September 2001. The principal activity of the company is that of property developers.

### Directors

The following directors have held office since 16 October 2001:

D Culbertson	(Appointed 16 October 2001)
Mrs W Culbertson	(Appointed 16 October 2001)

### Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	31 December 2002	16 October 2001
D Culbertson	1	-
Mrs W Culbertson	1	-

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

*W Culbertson 24/01/04*

Mrs W Culbertson  
Director

# POWDERMILL INVESTMENTS LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 DECEMBER 2002

	Notes	Period ended 31 December 2002 £
Administrative expenses		(31,049)
<b>Operating loss</b>	<b>2</b>	<b>(31,049)</b>
Other interest receivable and similar income		351
Interest payable and similar charges		(2,784)
<b>Loss on ordinary activities before taxation</b>		<b>(33,482)</b>
Tax on loss on ordinary activities	<b>3</b>	(13)
<b>Loss on ordinary activities after taxation</b>	<b>8</b>	<b>(33,495)</b>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

# POWDERMILL INVESTMENTS LIMITED

## BALANCE SHEET AS AT 31 DECEMBER 2002

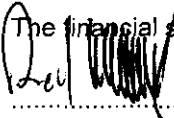
	Notes	2002 £	£
<b>Fixed assets</b>			
Tangible assets	4		260,572
<b>Current assets</b>			
Stocks		337,361	
Cash at bank and in hand		6,905	
		<u>344,266</u>	
<b>Creditors: amounts falling due within one year</b>	5	(229,707)	
		<u></u>	
<b>Net current assets</b>			114,559
<b>Total assets less current liabilities</b>			<u>375,131</u>
<b>Creditors: amounts falling due after more than one year</b>	6		(408,624)
			<u>(33,493)</u>
<b>Capital and reserves</b>			
Called up share capital	7		2
Profit and loss account	8		(33,495)
			<u>(33,493)</u>
<b>Shareholders' funds - equity interests</b>	9		<u>(33,493)</u>

In preparing these financial statements:

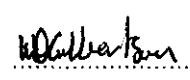
- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - (ii) preparing accounts 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 its profit or loss for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the Board on .....

  
D Culbertson  
Director

24-01-04

 24/01/04  
Mrs W Culbertson  
Director

# POWDERMILL INVESTMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2002

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	Nil
Plant and machinery	25% Reducing balance
Motor vehicles	25% Reducing balance

#### 1.3 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### 1.4 Stock and work in progress

Work in progress is valued at purchase price plus refurbishment costs.

#### 1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

<b>2 Operating loss</b>	<b>2002</b>
	<b>£</b>
Operating loss is stated after charging:	
Depreciation of tangible assets	1,848
Operating lease rentals	
- Plant and machinery	1,253
Directors' emoluments	10,710
	<u>12,911</u>

<b>3 Taxation</b>	<b>2002</b>
	<b>£</b>
Domestic current year tax	
U.K. corporation tax	13
	<u>13</u>
Current tax charge	<u>13</u>

# POWDERMILL INVESTMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2002

### 4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
<b>Cost</b>			
At 16 October 2001	-	-	-
Additions	256,046	6,374	262,420
	<u>256,046</u>	<u>6,374</u>	<u>262,420</u>
At 31 December 2002	256,046	6,374	262,420
	<u>256,046</u>	<u>6,374</u>	<u>262,420</u>
<b>Depreciation</b>			
At 16 October 2001	-	-	-
Charge for the period	-	1,848	1,848
	<u>-</u>	<u>1,848</u>	<u>1,848</u>
At 31 December 2002	-	1,848	1,848
	<u>-</u>	<u>1,848</u>	<u>1,848</u>
<b>Net book value</b>			
At 31 December 2002	256,046	4,526	260,572
	<u>256,046</u>	<u>4,526</u>	<u>260,572</u>

### 5 Creditors: amounts falling due within one year

2002  
£

Bank loans and overdrafts	199,094
Taxation and social security	3,226
Other creditors	27,387
	<u>229,707</u>

### 6 Creditors: amounts falling due after more than one year

2002  
£

Other creditors	408,624
	<u>408,624</u>
<b>Analysis of loans</b>	
Not wholly repayable within five years by instalments	408,624
	<u>408,624</u>
Instalments not due within five years	408,624
	<u>408,624</u>
<b>Loan maturity analysis</b>	
In more than five years	408,624
	<u>408,624</u>

# POWDERMILL INVESTMENTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2002

<b>7</b>	<b>Share capital</b>	<b>2002</b>
		<b>£</b>
	<b>Authorised</b>	
	100 Ordinary shares of £1 each	100
		<u>          </u>
	<b>Allotted, called up and fully paid</b>	
	2 Ordinary shares of £1 each	2
		<u>          </u>
<b>8</b>	<b>Statement of movements on profit and loss account</b>	
		<b>Profit and loss account</b>
		<b>£</b>
	Retained loss for the period	(33,495)
		<u>          </u>
<b>9</b>	<b>Reconciliation of movements in shareholders' funds</b>	<b>2002</b>
		<b>£</b>
	Loss for the financial period	(33,495)
	Proceeds from issue of shares	2
		<u>          </u>
	Net depletion in shareholders' funds	(33,493)
	Opening shareholders' funds	-
		<u>          </u>
	Closing shareholders' funds	(33,493)
		<u>          </u>

