

Inland Properties Limited
Unaudited Financial Statements
31 December 2004
Company No: 4992774



Inland Properties Limited

Index

| Contents | Page |
|--|-------------|
| Officers and Professional Advisers | 1 |
| The Director's Report | 2 |
| Profit and Loss Account | 3 |
| Statement of Total Recognised Gains and Losses | 4 |
| Balance Sheet | 5 |
| Notes to the Financial Statements | 6 |

Inland Properties Limited

Company Information

The Director

S Gordon

Company Secretary

R A Joy

Registered Office

40 Clarence Road
Chesterfield
Derbyshire
S40 1LQ

Inland Properties Limited
Director's Report
for the period ended 31 December 2004

The director presents his report and the unaudited financial statements of the company for the period ended 31 December 2004.

Principal Activities

The company was incorporated on 11th December 2003 and commenced trading on 1st January 2004, its principal activity being that of property investment.

Director

The director who served the company during the period was as follows:

R Balac

The company is a wholly owned subsidiary and the interests of the group director are disclosed in the financial statements of the parent company.

S Gordon was appointed as a director on 22 March 2005.

R Balac resigned as a director on 22 March 2005.

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.

Signed by order of the director


R A Joy
Company Secretary

Approved by the director on 13 April 2005

Inland Properties Limited
Profit and Loss Account
for the period ended 31 December 2004

| | Note | 2004 £ |
|--|------|---------------------|
| Turnover | | 12,320 |
| Administrative expenses | | 13,132 |
| Loss on Ordinary Activities before Taxation | | <u>(812)</u> |
| Tax on loss on ordinary activities | | — |
| Loss for the Financial Period | | <u><u>(812)</u></u> |

The notes on pages 6 to 8 form part of these financial statements.

Inland Properties Limited
Statement of Total Recognised Gains and Losses
for the period ended 31 December 2004

| | |
|---|----------------|
| | 2004 |
| | £ |
| Loss for the financial period Attributable to the shareholders | (812) |
| Unrealised profit on revaluation of certain fixed assets | 650,000 |
| Total gains and losses recognised for the period | <u>649,188</u> |

The notes on pages 6 to 8 form part of these financial statements.

Inland Properties Limited

Balance Sheet

at 31 December 2004

| | Note | £ | 2004 £ |
|---|------|-----|----------------|
| Fixed Assets | | | |
| Tangible assets | 3 | | 650,000 |
| Current Assets | | | |
| Cash in hand | | 1 | |
| Creditors: Amounts Falling due within One Year | 4 | 812 | |
| Net Current Liabilities | | | (811) |
| Total Assets Less Current Liabilities | | | <u>649,189</u> |
| Capital and Reserves | | | |
| Called-up equity share capital | 5 | | 1 |
| Revaluation reserve | 6 | | 650,000 |
| Profit and loss account | 7 | | (812) |
| Shareholders' Funds | | | <u>649,189</u> |

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the period 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 director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 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 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved and signed by the director on 13 April 2005.

S Gordon



The notes on pages 6 to 8 form part of these financial statements.

Inland Properties Limited
Notes to the Financial Statements
for the period ended 31 December 2004

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Rental income represents the rents due for the year under an operating lease.

Fixed Assets

All fixed assets are initially recorded at cost.

Investment Properties

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

This is in accordance with the FRSSE which, unlike Schedule 4 to the Companies Act 1985, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view.

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. Operating Loss

Operating loss is stated after charging/(crediting):

Director's emoluments

Net profit on foreign currency translation

2004
£

(2)

Inland Properties Limited
Notes to the Financial Statements
for the period ended 31 December 2004

3. Tangible Fixed Assets

| | Investment Property £ |
|----------------------------|----------------------------------|
| Valuation | |
| Revaluation | 650,000 |
| At 31 December 2004 | <u>650,000</u> |
| Depreciation | <u>—</u> |
| Net Book Value | |
| At 31 December 2004 | <u>650,000</u> |

4. Creditors: Amounts Falling due within One Year

| | 2004 £ |
|-----------------|-------------------|
| Other creditors | <u>812</u> |

5. Share Capital

| | | |
|--|-----------------|-------------------|
| Authorised share capital: | | 2004 £ |
| 1,000 Ordinary shares of £1 each | | <u>1,000</u> |
| Allotted, called up and fully paid: | | |
| Ordinary shares of £1 each | <u>No 1</u> | <u>£ 1</u> |

6. Revaluation Reserve

| | 2004 £ |
|-----------------------------|-------------------|
| Revaluation of fixed assets | 650,000 |
| Balance carried forward | <u>650,000</u> |

7. Profit and Loss Account

| | 2004 £ |
|---|-------------------|
| Accumulated loss for the financial period | (812) |
| Balance carried forward | <u>(812)</u> |

Inland Properties Limited
Notes to the Financial Statements
for the period ended 31 December 2004

8. Ultimate Parent Undertaking and Controlling Party

The company is a wholly-owned subsidiary of Choiceland Finance Limited, a company registered in the British Virgin Islands, which is itself wholly-owned by Louvre Trustees Limited which is therefore the controlling party.