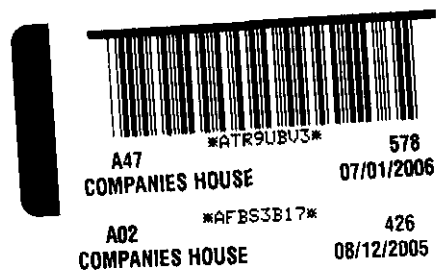


*Co's House
Signing copy*

LANGLEY-TAYLOR LLP
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2005

Registered Number: OC302130



LANGLEY-TAYLOR LLP
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2005

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LANGLEY-TAYLOR LLP

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

LLP INFORMATION

DESIGNATED MEMBERS

G Cox
Miss J Ellis
D C Haines (Retired 31st March 2005)
W D Leefe (Appointed 1st April 2004)
D J Morris
D W Neill

ACCOUNTANTS

Sonneborn & Co
1 Kingsway
London
WC2B 6XD

REGISTERED OFFICE

1 Kingsway
London
WC2B 6XD

REGISTERED COMPANY NUMBER

OC 302130

LANGLEY-TAYLOR LLP

DESIGNATED MEMBERS' REPORT

YEAR ENDED 31ST MARCH 2005

The members present their annual report together with the unaudited financial statements for the year ended 31st March 2005 for the Limited Liability Partnership ("LLP").

PRINCIPAL ACTIVITY

The principal activity of the LLP during the year under review was that of Chartered Surveyors.

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The LLP made a profit for the year of £317,969. The members believe that the results for the year have been satisfactory.

RESULTS

The results for the year are shown on page 5.

MEMBERS

The designated members who served during the year in the LLP were as follows:

G Cox	
Miss J Ellis	
D C Haines	(retired 31 st March 2005)
W D Leefe	(appointed 1 st April 2004)
D J Morris	
D W Neill	

CHARITABLE DONATIONS

During the year, the LLP made no charitable donations.

LANGLEY-TAYLOR LLP

DESIGNATED MEMBERS' REPORT (continued)

YEAR ENDED 31ST MARCH 2005

STATEMENT OF MEMBERS' RESPONSIBILITIES

The Limited Liability Partnership (LLP) Regulations 2001 made under the Limited Liability Partnership Act 2000 requires the designated members to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the LLP and of its profit or loss for that period. In preparing those financial statements, the designated members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

Under the LLP regulations the designated members are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the LLP and to enable them to ensure that the financial statements comply with the Limited Liability Partnership Regulations 2001. They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention of fraud and other irregularities.



D.J. MORRIS
ON BEHALF OF THE MEMBERS

Registered office:

1 Kingsway
London
WC2B 6XD

5th December 2005

**INDEPENDENT ACCOUNTANTS' REPORT TO THE MEMBERS ON THE UNAUDITED FINANCIAL STATEMENT OF
LANGLEY-TAYLOR LLP**

In order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the limited liability partnership which comprises financial statements such as the Profit and Loss Account, the Balance Sheet, and the related notes from the accounting records and information and explanations you have given us.

This report is made to the Members of the Limited Liability Partnership, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Members that we have done so, and state those matters that we have agreed to state to them in this 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 Limited Liability Partnership and the Members of the Limited Liability Partnership, as a body for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

We have acknowledged on the balance sheet for the year ended 31st March 2005 your duty to ensure that the Limited Liability Partnership has kept proper accounting records and prepared financial statements that give a true and fair view under the Companies Act 1985. You consider that the Limited Liability Partnership is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Sonneborn & Co
Chartered Accountants

1 Kingsway
London
WC2B 6XD

5th December 2005

LANGLEY-TAYLOR LLP

BALANCE SHEET

AT 31ST MARCH 2005

	Note	2005 £	2004 £
FIXED ASSETS	5	49,403	78,097
FIXED ASSET INVESTMENT	6	75,057	75,057
		<u>124,460</u>	<u>153,154</u>
CURRENT ASSETS			
Work in progress	7	63,495	70,000
Fees receivable		222,476	195,837
Other debtors and prepayments		35,444	16,417
Cash at bank and in hand		- 19,701	66,750
		<u>301,714</u>	<u>349,004</u>
CREDITORS: amounts falling due within one year			
Trade creditors		30,366	31,785
Other creditors	8	95,268	85,808
Income Tax		55,259	68,719
VAT due		28,652	29,023
		<u>209,545</u>	<u>215,335</u>
NET CURRENT ASSETS		<u>92,169</u>	<u>133,699</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£216,629</u>	<u>£286,853</u>
MEMBERS' INTERESTS			
Members' capital	9	60,000	60,000
Other reserves	9	156,629	226,823
		<u>£216,629</u>	<u>£286,823</u>

(a) For the year ended 31st March 2005 the limited liability partnership was entitled to exemption under section 249A(1) of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001).

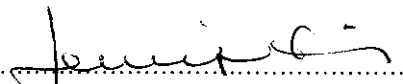
(b) The members acknowledge their responsibility for:

- i ensuring the limited liability partnership keeps accounting records which comply with section 221; and
- ii preparing accounts which give a true and fair view of the state of affairs of the limited liability partnership 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 Companies Act relating to accounts, so far as applicable to the limited liability partnership.

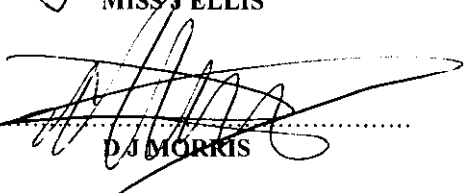
- (c) The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001) relating to small limited liability partnerships.

Approved on behalf of the Members:

Signed:


MISS J ELLIS

Signed:


D.J. MORRIS

Date: 5th December 2005

LANGLEY-TAYLOR LLP

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST MARCH 2005

	Note	Year ended 31st March 2005 £	Year ended 31st March 2004 £
FEE INCOME – CONTINUING	1	1,079,476	1,269,708
Administrative expenses		762,385	848,173
Operating profit	2	317,091	421,535
Interest receivable		879	2,140
PROFIT FOR THE FINANCIAL YEAR FOR DIVISION AMONG MEMBERS	9	£317,970	£423,675
AVERAGE PROFIT PER MEMBER		£52,995	£70,613

All recognised gains and losses are included in the profit and loss account.

All activities are considered to be continuing.

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2005

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared on the historical cost basis and in accordance with applicable accounting standards. The financial statements are prepared in accordance with the Statement of Recommended Practice (Accounting by Limited Liability Partnerships) SORP 2000.

Turnover

Turnover comprises the invoiced value of goods and services supplied by the LLP, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated to write off the cost of tangible fixed assets over their estimated useful lives at the following rates:-

Motor vehicles	Over 4 years
Office equipment	Over 4 years
Computer Software	Over 3 years

The carrying value of tangible fixed assets is reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

Work in progress

Work in progress is valued at the lower of cost and net realisable value. Cost consists of staff salary costs and direct expenses together with an appropriate proportion of overheads. Net realisable value is based on estimated selling price less further costs expected to be incurred on completion.

Tax Provisions

The taxation payable on profits is the personal liability of the members during the year. A retention from profits is made to fund payments of taxation on members' behalf. The retention is reflected in loans and other debts due to members and payments are charged against this retention.

Claims

Provision is made on a case by case basis in respect of the cost of defending claims and where appropriate, the cost to Langley-Taylor LLP of settling claims. Separate disclosure is not made of claims covered by insurance recoveries expected to be obtained on the grounds that disclosure might seriously prejudice the outcome of the claims.

Lease Commitments

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Pensions

Langley-Taylor LLP operates a defined contribution pension scheme. Contributions payable in the period are charged to the profit and loss account.

LANGLEY-TAYLOR LLP**NOTES TO THE FINANCIAL STATEMENTS (Continued)****YEAR ENDED 31ST MARCH 2005**

2. OPERATING PROFIT	2005	2004
	£	£
Operating profit is stated after charging		
Auditors' remuneration	-	-
Depreciation	49,511	34,635
(Profit) Loss on disposal of fixed assets	(6,513)	(9,034)
	<u> </u>	<u> </u>

3. STAFF NUMBERS AND COSTS	2005	2004
	No	No.
The average number of staff employed by the LLP during the year amounted to:	16	15
	<u> </u>	<u> </u>
Wages and salaries	360,100	367,041
Social security costs	31,631	40,812
Pension contributions	6,217	6,624
	<u> </u>	<u> </u>
	<u>£397,948</u>	<u>£414,477</u>

4. MEMBERS' SHARES OF PROFITS

Profits are shared among the members after the end of the year in accordance with agreed profit sharing arrangements and include interest on members' funds. Members are required to make their own provision for pensions from their profit shares

	2005	2004
	No.	No.
Average number of members	6	6
	£	£
Average profit per member	52,995	70,613

The amount of profit attributable to the member with the largest entitlement was £55,331 (2004: £74,419).

NOTES TO THE FINANCIAL STATEMENTS (Continued)

PERIOD ENDED 31ST MARCH 2005

5. TANGIBLE FIXED ASSETS

	Motor Vehicles	Office Equipment	Total
	£	£	£
COST			
As at 1st April 2004	83,730	57,127	140,857
Additions	26,650	20,343	46,993
Disposals	(55,375)	-	(55,375)
As at 31st March 2005	55,005	77,470	132,475
ACCUMULATED DEPRECIATION			
As at 1st April 2004	31,878	30,882	62,760
Charge for the period	17,751	20,097	37,848
Disposals	(17,536)	-	(17,536)
As at 31st March 2005	32,093	50,979	83,072
NET BOOK VALUE			
As at 31st March 2005	£22,912	£26,491	£49,403
As at 31st March 2004	£52,768	£24,757	£77,525

6. FIXED ASSET INVESTMENT

	2005 £	2004 £
Caws & Morris Limited (100% voting rights and of ordinary share capital)	£75,057	£75,057

The company did not trade during the year under review; no consolidated accounts have been prepared on the basis that Langley-Taylor LLP is small entity and is exempt from such an obligation. The reserves of Caws & Morris Limited as at 31st March 2005 are £75,057 (2004 £75,057).

7. WORK IN PROGRESS

	2005 £	2004 £
Staff salary costs and related overheads	£63,495	£70,000

8. OTHER CREDITORS

	2005 £	2004 £
Amount owing to subsidiary company	75,057	75,057
Other taxation and social security	10,211	10,751
Dilapidations	10,000	-
	£95,268	£85,808

LANGLEY-TAYLOR LLP

NOTES TO THE FINANCIAL STATEMENTS (continued)

YEAR ENDED 31ST MARCH 2005

9. MEMBERS' INTERESTS	Members's capital	Other reserves	
	Members' Capital	Loans and other debts to/(from) members	Total members' interests
	£	£	£
Members' interests at 1st April 2003	60,000	226,823	286,823
Allocated profits		317,970	317,970
Members' interests after profit for the year	60,000	544,798	604,793
Allocated profits	-	-	-
Distributions to members:			
Current year drawings	-	388,164	388,164
Members' interests at 31st March 2005	£60,000	£156,629	£216,629

Langley-Taylor LLP's profits are divided based on an Agreement between members. For the year to 31st March 2005 profits were allocated accordingly.

Members' capital ranks after unsecured creditors, and loans and other debts due to members rank pari passu with unsecured creditors in the event of a winding up. The amount of capital each member is required to subscribe is set by the Member's agreement. A member can only withdraw capital when he or she ceases to be a member.

10. LEASING COMMITMENTS	2005	2004
	£	£
The annual commitments in relation to operating leases are:		
Expiring within one year	68,324	45,312
Expiring in the second to fifth year inclusive	-	-

11. CONTINGENT LIABILITIES

In the normal course of business, Langley-Taylor LLP may receive claims for alleged negligence. Substantial insurance cover is carried in respect of professional negligence, and cover is arranged through the commercial market.