

**PARK PLACE MANAGEMENT LIMITED**

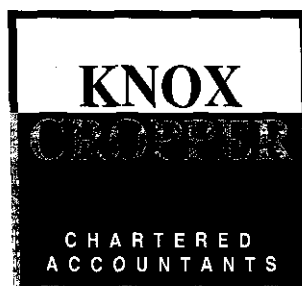
**(COMPANY NUMBER: 00956958)**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30TH JUNE 2002**

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**PARK PLACE MANAGEMENT LIMITED**

**REPORT OF THE DIRECTORS**

The directors submit their report and audited financial statements for the year ended 30th June 2002.

**REVIEW OF THE BUSINESS**

The company's principal activity during the year was the management of the property known as 19/20 Hyde Park Place, London W2 2LP. The directors do not foresee any changes in this activity.

**RESULTS**

The deficit for the year, after taxation, amounted to £35 (2001:£11,598 surplus). This has been deducted from reserves which now total £39,716.

**DIRECTORS**

i) Responsibilities

Company law requires the directors to prepare financial statements for each financial year 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:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 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.

ii) Interests

The directors during the year and their beneficial interests in the share capital of the company were as follows:

**Ordinary shares of £1 each  
At 1st July 2001 and 30th June 2002**

A C Davis	1
Miss Corrinne Lewis	1
P Waite	3
J D Middleton	1

Mr A C Davis is a majority shareholder in PFD Garages Limited, which held 1 ordinary share in Park Place Management Limited at 30th June 2002.

PARK PLACE MANAGEMENT LIMITED

REPORT OF THE DIRECTORS  
(Continued)

TAX STATUS

The company receives income from its members only. Consequently, a state of mutuality exists which results in this income being exempt from Corporation tax.

AUDITORS

A resolution to re-appoint Messrs Knox Cropper as auditors will be put to the members at the Annual General Meeting, in accordance with section 384 of the Companies Act 1985.

BY ORDER OF THE BOARD

*A. C. Davis*

A C DAVIS  
SECRETARY

*24th January 2003*

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF**  
**PARK PLACE MANAGEMENT LIMITED**

We have audited the financial statements of Park Place Management Limited for the year ended 30th June 2002 which comprise the Income and Expenditure Account, the Balance Sheet and related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

**Respective responsibilities of directors and auditors**

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th June 2002 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

24 Petworth Road  
Haslemere, Surrey

27th January 2003

*Knox Cropper*

Chartered Accountants  
and Registered Auditors

**PARK PLACE MANAGEMENT LIMITED**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 2002**

		2002		2001	
	<u>Notes</u>	£	£	£	£
TURNOVER	2		58,279		57,478
Operating costs		54,027		40,523	
Administrative costs		5,768		6,380	
		<hr/>	59,795	<hr/>	46,903
OPERATING (DEFICIT)/SURPLUS	3		(1,516)		10,575
Interest receivable			1,089		1,106
			<hr/>		<hr/>
(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES			( 427)		11,681
TAXATION	5		392		( 83)
			<hr/>		<hr/>
(DEFICIT)/SURPLUS AFTER TAXATION			( 35)		11,598
Transfer to Dilapidations Reserve			-		-
			<hr/>		<hr/>
(DEFICIT)/SURPLUS FOR THE YEAR	9		£ ( 35)		£ 11,598
			<hr/>		<hr/>

All recognised gains and losses are included in the Income and Expenditure Account and no separate Statement of Total Recognised Gains and Losses has therefore been prepared.

**PARK PLACE MANAGEMENT LIMITED****BALANCE SHEET AT 30TH JUNE 2002**

	<u>Notes</u>	<b>2002</b> £	<b>2001</b> £
<b>EMPLOYMENT OF CAPITAL</b>			
<b>CURRENT ASSETS</b>			
Debtors	6	281	852
Bank and cash balances		43,381	47,105
		<hr/>	<hr/>
		43,662	47,957
<b>CREDITORS:</b>			
Amounts falling due within one year	7	3,923	8,183
		<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>£ 39,739</b>	<b>£ 39,774</b>
		<hr/>	<hr/>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	8	23	23
Reserves	9	39,716	39,751
		<hr/>	<hr/>
<b>SHAREHOLDERS' FUNDS</b>	11	<b>£ 39,739</b>	<b>£ 39,774</b>
		<hr/>	<hr/>

The financial statements were approved by the board on 24th January 2003

A. C. D. O. O. )  
 )  
 ) DIRECTORS  
 )  
Conrad Lewis )

**PARK PLACE MANAGEMENT LIMITED****NOTES FORMING PART OF THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30TH JUNE 2002****1. ACCOUNTING POLICIES**

The more important accounting policies adopted by the company, which are consistent with those of the previous year are as follows:

- (a) The financial statements of the company have been prepared on the historical cost basis and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.
- (b) the company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.
- (c) Expenses are stated in the accounts inclusive of VAT.
- (d) Service charges are collected as necessary to pay for expenditure as budgeted and agreed by the members. Any deficit will be covered in due course by additional service charges being levied.

**2. TURNOVER**

Turnover represents the invoiced amounts of charges for services provided during the year to the tenants of flats in 19/20 Hyde Park Place, London W2 2LP.

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
<b>3. OPERATING (DEFICIT)/SURPLUS</b>		
This is stated after charging:		
Auditors' remuneration	1,410	1,704
Exceptional costs		
Lift repairs	13,106	-
	<u>          </u>	<u>          </u>
<b>4. STAFF COSTS</b>		
Wages	15,073	17,208
Social Security costs	1,136	2,987
	<u>          </u>	<u>          </u>
	£ 16,209	£ 20,195
	<u>          </u>	<u>          </u>
	<b>Number</b>	<b>Number</b>
The average monthly number of employees during the year excluding directors was	1	1
	<u>          </u>	<u>          </u>

No director received any emoluments during the year.

**PARK PLACE MANAGEMENT LIMITED****NOTES FORMING PART OF THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30TH JUNE 2002**

(Continued)

5.	TAXATION	2002 £	2001 £
	Corporation tax at 7.5% (2001 : 10%)	(170)	110
	Overprovision prior year	(222)	( 27)
		<hr/>	<hr/>
		£(392)	£ 83
		<hr/>	<hr/>

The refunds due are because of the tax deducted at source on some of the bank interest received.

6.	DEBTORS		
	Service charges	-	852
	Other debtors	281	-
		<hr/>	<hr/>
		£ 281	£ 852
		<hr/>	<hr/>

7.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
	Corporation tax	-	110
	Other taxes and Social Security costs	-	1,330
	Other creditors	2,000	2,000
	Accruals and deferred income	1,923	4,743
		<hr/>	<hr/>
		£ 3,923	£ 8,183
		<hr/>	<hr/>

8.	SHARE CAPITAL	Allotted, called up and fully paid			
		Authorised			
		2002	2001	2002	2001
		£	£	£	£
	Ordinary shares of £1 each	£ 100	£ 100	£ 23	£ 23
		<hr/>	<hr/>	<hr/>	<hr/>

9.	RESERVES	Income and Expenditure Account		Dilapidations Reserve	Total
		£		£	£
	Balance brought forward	19,751		20,000	39,751
	Deficit for the year	( 35)		-	( 35)
	Transfer to Dilapidations Reserve	-		-	-
		<hr/>		<hr/>	<hr/>
	Balance carried forward	£ 19,716		£ 20,000	£ 39,716
		<hr/>		<hr/>	<hr/>



**PARK PLACE MANAGEMENT LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2002**  
**(Continued)**

10. RELATED PARTY TRANSACTIONS

Mr A C Davis has a controlling interest in a company to which a sum of £2,000 was provided for management carried out during the year.

At 30th June 2002 £2,000 was owed to that company and that figure is shown in other creditors in note 7.

As described in the Report of the Directors on page 1, Mr Davis is a majority shareholder in a company which holds one ordinary share in Park Place Management Limited. That company, PFD Garages Limited, leases one of the flats at 19/20 Hyde Park Place and it pays service charges calculated in the same way as the other lessees.

Mr Davis also owns one ordinary share in his own name and again pays service charges calculated in the same way as the other lessees.

11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2002 £	2001 £
(Deficit)/surplus for the year	( 35)	11,598
Increase in Dilapidations Reserve	-	-
	<hr/>	<hr/>
Net (decrease in)/addition to Shareholders' Funds	( 35)	11,598
Opening Shareholders' Funds	39,774	28,176
	<hr/>	<hr/>
Closing Shareholders' Funds	£ 39,739	£ 39,774
	<hr/>	<hr/>