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Co. House

CORAMANDEL PROPERTIES LIMITED

Registered Number: 03092691 (England and Wales)

DIRECTORS REPORT AND
ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED
31ST DECEMBER 1997



CORAMANDEL PROPERTIES LIMITED

FOR THE PERIOD ENDED 31ST DECEMBER 1997

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CORAMANDEL PROPERTIES LIMITED

DIRECTORS AND COMPANY INFORMATION

FOR THE PERIOD ENDED 31ST DECEMBER 1997

REGISTERED NUMBER: 03092691 (England and Wales)

INCORPORATED: 18th August 1995

DIRECTOR: Mr V. Verghese

SECRETARY: SMR Accountancy & Business Services Ltd

REGISTERED OFFICE: First Floor
240 Earls Court Road
London SW5 9XU

BANKERS: Byblos Bank Belgium S.A.
Citibank International plc.

CORAMANDEL PROPERTIES LIMITED**ABBREVIATED BALANCE SHEET AS AT 31ST DECEMBER 1997**

	<u>Notes</u>	£	1997 £	£	1996 £
FIXED ASSETS					
Tangible Assets	2		1,025,928		1,024,519
CURRENT ASSETS					
Debtors		1,497		8,164	
Cash at Bank		3,907		8,740	
		-----		-----	
		5,404		16,904	
CREDITORS: Amounts falling due within one year	3	(69,003)		(62,910)	
		-----		-----	
NET CURRENT (LIABILITIES)			(63,599)		(46,006)
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			962,329		978,513
CREDITORS: Amounts falling due after more than one year					
	3		(938,384)		(964,449)
			-----		-----
			£23,945		£14,064
			=====		=====
CAPITAL AND RESERVES					
Called Up Share Capital	4		1,000		1,000
Profit and Loss Account			22,945		13,064
			-----		-----
Equity Shareholders Funds'			£23,945		£14,064
			=====		=====

For the financial year ended 31st December 1997 the company was entitled to exemption from audit under section 249A(1) Companies Act 1985; and no notice has been deposited under section 249B(2). The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the 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 1985, so far as applicable to the company.

The abbreviated 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 and Signed on behalf of
the Board of Directors on

September 1998

7th October



Sole Director - V. Verghese

(The annexed notes form part of these financial statements)

CORAMANDEL PROPERTIES LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31ST DECEMBER 1997

1. ACCOUNTING POLICIES

a) Basis of Accounting

The accounts have been prepared under historical cost convention.

b) Cash Flow

The accounts do not include a cash flow statement because the Company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statement".

c) Rental Income

Rental Income represents rent received during the accounting period.

d) Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:-

Fixtures and Fittings	- 25% reducing balance
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e) Investment Property

The investment property is stated at its open market value in accordance with Statement of Standard Accounting Practice No. 19 "Accounting for Investment Properties". No depreciation is provided as is required by the Companies Act 1985 as the Director considers that the open market valuation results in the accounts giving a true and fair view. This is not in accordance with the requirements of Standard Accounting Practice No. 12 "Accounting for Depreciation" and Schedule 4 to the Companies Act 1985 which requires provision for depreciation to be made.

f) Deferred Taxation

No provision is made for deferred taxation because in the opinion of the Director, there is reasonable probability that the liability will not arise in the foreseeable future.

CORAMANDEL PROPERTIES LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****FOR THE PERIOD ENDED 31ST DECEMBER 1996 (Contd.....)****2. TANGIBLE FIXED ASSETS**

	Freehold Investment Property £	Furniture and Fittings £	Total £
COST:			
At 1st January 1997	1,013,891	14,169	1,028,060
Additions	4,095	-	4,095
Disposals	-	(50)	(50)
	-----	-----	-----
At 31st December 1997	£1,017,986	£14,119	£1,032,105
	=====	=====	=====
DEPRECIATION:			
At 1st January 1997	-	3,541	3,541
On disposals	-	(12)	(12)
Charge for the year	-	2,648	2,648
	-----	-----	-----
At 31st December 1996	£ -	£6,177	£6,177
	=====	=====	=====
NET BOOK VALUE:			
At 31st December 1997	£1,017,986	£7,942	£1,025,928
	=====	=====	=====
At 31st December 1996	£1,013,891	£10,628	£1,024,519
	=====	=====	=====

Freehold Investment property is accounted for in accordance with SSAP 19. No depreciation is provided in respect of this property. Although the Companies Act 1985 would normally require the systematic annual depreciation of fixed assets, it is believed that this policy of not providing depreciation is necessary in order for the accounts to give a true and fair view, since the current value of investment property and changes in that current value, are of prime importance rather than a calculation of systematic annual depreciation. Depreciation 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.

3. CREDITORS: include the following:-

	1997 £	1996 £
Bank loan (secured)	558,879	565,197
Shareholders' Loan	439,112	456,612
	-----	-----
	£997,991	£1,021,809
	=====	=====

The shareholders' loan has been subordinated in favour of other creditors of the company.

The bank loan is repayable in monthly instalments totalling £59,607 (1996 - £57,360) per annum.

CORAMANDEL PROPERTIES LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31ST DECEMBER 1997 (Contd.....)

4. CALLED UP SHARE CAPITAL

	1997	1996
Authorised:		
100,000 ordinary shares of £1 each	£100,000 =====	£100,000 =====
Allotted, Callued Up and Fully Paid		
1,000 ordinary shares of £1 each	£1,000 =====	£1,000 =====

5. POST BALANCE SHEET EVENT

No event has occurred since the balance sheet date which would materially effect the financial statements or which is of such importance that it should be disclosed in order to give full appreciation of the state of affairs of the company.

6. GOING CONCERN

In accordance with his responsibilities, the Director has considered the appropriateness of the going concern basis for the preparation of these accounts.

The sole director and shareholder, has subordinated his loan in favour of other creditors of the company. After making further enquiries the Director has a reasonable expectation that the company has adequate resources to continue in operational existence for the current financial year to 31st December 1998. For this reason the Director continues to adopt the going concern basis for the preparation of these accounts.