Registered in England
No2779638

YELLOW DOOR PROPERTY COMPANY LTD

REPORT AND FINANCIAL ACCOUNTS

FOR THE YEAR ENDED

31st MARCH 2004

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YELLOW DOOR PROPERTY COMPANY LTD

Company Information

Directors	Mr. Paul Ashley Mr. Bill Hughes Mr. Barclay Lamont Mr. Vernon King
Secretary	Mr. James Hood
Registered Office	31 Cumberland Close Aylesbury Buckinghamshire HP21 7HH
Accountants	AW Accounting Chartered Accountants 31 Cumberland Close Aylesbury HP21 7HH
Bankers	Barclays Bank plc 93 Baker Street London
	National Westminster Bank plc 5 St Paul's Churchyard London
Company No.	2779638

YELLOW DOOR PROPERTY COMPANY LTD

DIRECTORS REPORT

The Directors have pleasure in presenting their Annual Report and Financial Accounts of the Company for the Year Ended 31st March 2004.

1. Results

The trading loss for the year after taxation amounted to £(33,916) (2003 £74,452).

2. Dividends

The Directors do not recommend the payment of a final dividend.

3. Principal Activity and Review

The Principal Activity of the Company during the year was the development of property for resale. The Directors are of the opinion that the future prospects of the company are satisfactory.

4. Directors and their Interests

The Directors who served during the year and their interests in the Share Capital of the Company were as follows:-

	2004	**2003**
Mr. P. M. Ashley	*1,000*	*1,000*
Mr. W. E. C. Hughes	0	0
Mr V King	0	0
Mr. B. W. Lamont	0	0

YELLOW DOOR PROPERTY COMPANY LTD

DIRECTORS REPORT

5. Statement of Directors' 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 and loss of the Company for that year. 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.

Small Company Exemption
This Directors Report has been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to Small Companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002)

Signed on behalf of the Board

W HUGHES - DIRECTOR

19th December 2004

YELLOW DOOR PROPERTY COMPANY LTD

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31st MARCH 2004

	notes	£ **2004**	£ **2003**
TURNOVER		1,662.052	623,257
Cost of Sales		1,675,190	668,688
		-----------	-----------
GROSS LOSS		(13,138)	(45,431)
Administration Expenses		6,874	7,990
		----------	----------
OPERATING LOSS	2	(20,012)	(53,421)
Add Interest Receivable		516	1,307
		---------	---------
		(19,496)	(52,114)
Interest Payable		14,420	22,404
		---------	---------
LOSS Before Taxation		(33,916)	(74,518)
TAXATION	3	0	(66)
		----------	----------
LOSS AFTER TAXATION		(33,916)	(74,452
RESERVES as at 31st Mar 2003		421,184	495,636
		----------	----------
RESERVES as at 31st Mar 2004		387,268	421,184
		======	======

Continuing Operation
In the opinion of the Directors all operations are continuing

Recognised Gains and Losses
The company has no recognised gains or losses other than shown above

The accompanying notes on pages 6 to 9 are an integral part of these financial statements

YELLOW DOOR PROPERTY COMPANY LTD

BALANCE SHEET AS AT 31st MARCH 2004

	notes	£	£ 2004	£	£ 2003
TANGIBLE ASSETS					
Fixed Assets	4		1		1
CURRENT ASSETS					
Stocks	5	0		1,386,399	
Debtors	6	60,000		0	
Cash at bank		392,067		6,308	
		452,067		1,392,707	
CURRENT LIABILITIES					
Creditors : Due within one year	7	63,800		970,524	
NET CURRENT ASSETS			388,267		422,183
			388,268		422,184
Provisions	8		0		0
NET ASSETS			388,268		422,184
CAPITAL AND RESERVES					
Share Capital	9	1,000		1,000	
Revenue Reserves		387,268		421,184	
Shareholders Funds	10		388,268		422,184

These financial statements have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective JUne 2002)

The Directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit for the period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the act relating to the accounts so far as applicable to the company.

Approved on behalf of the Board

.... W HUGHES DIRECTOR

19th December 2004

The accompanying notes on pages 6 to 9 are an integral part of these financial statements

YELLOW DOOR PROPERTY COMPANY LTD

NOTES TO THE ACCOUNTS AS AT 31st MARCH 2004

Basis of Preparation of financial statements

The financial statements have been prepared under the historical cost convention and include the results of the company's operations as set out in the Directors Report and which are continuing.

The Directors have reviewed the Company's activities over the coming year and believe that the Company is a going concern. Accordingly no provision is made for the diminution in value of assets which would result if this were not so.

Turnover

Turnover comprises of the Sales from Developments, Management fees and Rental from Property. Income is recognised when the transaction is subject to legal contract.

Work In Progress and Stocks

Work in Progress is valued at the lower of cost or net realisable value if in the Directors opinion the realisable value of the property is below the total project cost. Stocks of completed properties are held at the estimated market value net of selling costs. No depreciation is provided on properties because they are considered to be short- term assets held only until a sale can be arranged.

Tangible Fixed Assets

Fixed Assets are stated at cost or valuation less depreciation

Depreciation is provided at rates calculated to write off the cost of all fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Motor Vehicles	25% Straight Line

2) OPERATING PROFIT

This is stated after charging:-

	2004	**2003**
	£	£
Depreciation	0	0
Directors Remuneration	0	0
Auditors Fees	0	0

YELLOW DOOR PROPERTY COMPANY LTD

NOTES TO THE ACCOUNTS AS AT 31st MARCH 2004

3) TAXATION

Corporation Tax has been provided for at the rate of 19%

	£ 2004	£ 2003
Current Year	0	0
Previous Years	0	(66)
	0	(66)

4. FIXED ASSETS

	Motor Vehicles	Total
COST		
As at 1st Apr 2003	3,100	3,100
Additions	0	0
Disposals	0	0
As at 31st Mar 2004	3,100	3,100
DEPRECIATION		
As at 1st Apr 2003	3,099	3,099
Charge for the Period	0	0
Disposals	0	0
As at 31st Mar 2004	3,099	3,099
NET BOOK VALUE		
As at 31st Mar 2004	1	1
As at 31st Mar 2003	1	1

YELLOW DOOR PROPERTY COMPANY LTD

NOTES TO THE ACCOUNTS AS AT 31st MARCH 2004

5. STOCKS and WORK IN PROGRESS

	2004	2003
	£	£
Property Stocks	0	1,386,399
	=====	======

6. DEBTORS

	2004	2003
	£	£
Trade Debtors	60,000	0
	=====	======

7. CREDITORS

Amounts falling due within one year

	2004	2003
	£	£
Bank Loans and Overdraft	8,100	668,671
Other Loans	0	260,000
Corporation Tax	0	0
Tax and Social Security	1,524	0
Directors Loan Account	44,287	24,391
Other Creditors	9,889	13,302
Accrued Expenses	0	4,160
	---------	---------
	63,800	970,524
	=====	======

The Mortgages are secured by first charges on freehold properties owned by the company.

8. PROVISIONS	2004	2003
Deferred Tax	0	0
	======	======

9. SHARE CAPITAL

	2004	2003
Ordinary Shares £1 each	£	£
Authorised	1,000	1,000
	======	=====
Issued and Fully Paid	1,000	1,000
	=====	======

YELLOW DOOR PROPERTY COMPANY LTD

NOTES TO THE ACCOUNTS AS AT 31st MARCH 2003

10. RECONCILIATION OF SHAREHOLDERS FUNDS

Shareholders Funds	2004	2003
	£	£
As at 1st Apr 2003	422,184	564,786
Loss After Tax	(33,916)	(74,452)
Release from Revaluation Reserve	0	(68,150)
As at 31st March 2004	388,268	422,184

11. TRANSACTIONS WITH DIRECTORS

The company rents its office in a building owned by Mr Paul Ashley, a director of the company. The rent paid was £3,000 (2003 £3,000)

12. CONTROLLING PARTY

The company is controlled by Mr. P. M. Ashley, a director and only shareholder of the company.