REGISTERED NUMBER: 2971349 (England and Wales)

Report of the Directors and

Financial Statements for the Year Ended 30 September 1999

for

B.P.S. DEVELOPMENTS LIMITED

Contents of the Financial Statements
for the Year Ended 30 September 1999

Company Information
for the Year Ended 30 September 1999

DIRECTORS:	E Mahoney D Mahoney
SECRETARY:	E.Mahoney
REGISTERED OFFICE:	1 Derby Buildings Wavertree Road Liverpool Merseyside L7 3ES
REGISTERED NUMBER:	2971349 (England and Wales)
ACCOUNTANTS:	Kinsella Clarke Chartered Accountants 61 Stanley Road Bootle Merseyside L20 7BZ

Report of the Directors
for the Year Ended 30 September 1999

The directors present their report with the financial statements of the company for the year ended 30 September 1999.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of Property Development.

DIRECTORS
The directors during the year under review were:

E Mahoney
D Mahoney

The beneficial interests of the directors holding office on 30 September 1999 in the issued share capital of the company were as follows:

	30.9.99	1.10.98
Ordinary £1 shares		
E Mahoney	-	-
D Mahoney	2	2

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:

....
- DIRECTOR

Dated: 25.9.2000

Profit and Loss Account
for the Year Ended 30 September 1999

	Notes	30.9.99	30.9.98
		£	£
TURNOVER		262,891	199,383
GROSS PROFIT		262,891	199,383
Administrative expenses		92,956	150,875
		169,935	48,508
Other operating income		249	66,666
OPERATING PROFIT	2	170,184	115,174
Interest payable and similar charges		49,257	44,217
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		120,927	70,957
Tax on profit on ordinary activities	3	25,149	14,839
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		95,778	56,118
Retained profit brought forward		96,945	40,827
RETAINED PROFIT CARRIED FORWARD		£192,723	£96,945

The notes form part of these financial statements

B.P.S. DEVELOPMENTS LIMITED

Balance Sheet
30 September 1999

	Notes	30.9.99 £	30.9.99 £	30.9.98 £	30.9.98 £
FIXED ASSETS:					
Tangible assets	4		968,723		986,053
CURRENT ASSETS:					
Debtors	5	7,181		50,108	
Cash at bank and in hand		15,553		32,847	
		22,734		82,955	
CREDITORS: Amounts falling due within one year	6	414,332		452,481	
NET CURRENT LIABILITIES:			(391,598)		(369,526)
TOTAL ASSETS LESS CURRENT LIABILITIES:			577,125		616,527
CREDITORS: Amounts falling due after more than one year	7		384,400		519,580
			£192,725		£96,947
CAPITAL AND RESERVES:					
Called up share capital	9		2		2
Profit and loss account			192,723		96,945
SHAREHOLDERS' FUNDS:			£192,725		£96,947

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 30 September 1999.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:
(a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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 March 2000).

ON BEHALF OF THE BOARD:

....
- DIRECTOR

Approved by the Board on 25.9.2000

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 30 September 1999

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover
Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Land and buildings	- not provided
Plant and machinery etc	- 15% on reducing balance

Deferred taxation
Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, *in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.*

2. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	30.9.99	30.9.98
	£	£
Depreciation - owned assets	11,821	13,755
Profit on disposal of fixed assets	(20,358)	(167)
Directors' emoluments and other benefits etc	6,600	6,400

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	30.9.99	30.9.98
	£	£
UK corporation tax	25,149	14,839

UK corporation tax has been charged at 20% (1998 - 21%).

A liability for additional Corporation Tax may arise due to an ongoing enquiry by the Inland Revenue. The amount of any such liability is, as yet, unquantifiable,

Notes to the Financial Statements
for the Year Ended 30 September 1999

4. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery etc	Totals
	£	£	£
COST:			
At 1 October 1998	920,669	95,096	1,015,765
Additions	28,200	4,710	32,910
Disposals	(38,000)	(1,000)	(39,000)
At 30 September 1999	910,869	98,806	1,009,675
DEPRECIATION:			
At 1 October 1998	-	29,709	29,709
Charge for year	-	11,821	11,821
Eliminated on disposals	-	(578)	(578)
At 30 September 1999	-	40,952	40,952
NET BOOK VALUE:			
At 30 September 1999	910,869	57,854	968,723
At 30 September 1998	920,669	65,384	986,053

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.99	30.9.98
	£	£
V.A.T.	-	18,118
Trade Debtors	496	300
Other debtors	408	-
Inter company	6,277	31,690
	7,181	50,108

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.99	30.9.98
	£	£
Bank loans and overdrafts	128,476	101,375
Trade Creditors	3,312	62,694
Directors current accounts	153,895	153,990
Inter-Company Loans	15,811	8,704
V.A.T.	261	-
Social security & other taxes	1,137	4,328
Wages	-	620
Deferred income	71,496	73,004
Taxation	38,475	44,082
Accrued expenses	1,469	3,684
	414,332	452,481

Notes to the Financial Statements
for the Year Ended 30 September 1999

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30.9.99	30.9.98
	£	£
Bank loans	384,400	519,580

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans	22,258	37,397

8. SECURED DEBTS

The following secured debts are included within creditors:

	30.9.99	30.9.98
	£	£
Bank loans	512,876	620,955

Mortgage debenture incorporating a fixed and floating charge over the assets of the company. Joint and several guarantee limited to £50,000 from the directors of the company. First legal mortgage on the upper floors of 16-20 Colquitt Street, Liverpool. Charge over the Largo Bistro 20 Colquitt Street Liverpool.

9. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	30.9.99	30.9.98
			£	£
1,000	Ordinary	£1	1,000	1,000

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.9.99	30.9.98
			£	£
2	Ordinary	£1	2	2