

PAL Developments Limited
Financial Statements
for the period ending 30 September 2003



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Financial Statements
for the period ending 30 September 2003

Registration No. 4650220

DIRECTORS

H Newton (Chairman)

T W A Jackson-Stops

P D Roscrow (Resigned 19 April 2004)

G E Tewkesbury (Appointed 19 April 2004)

SECRETARIES

J M Gain

BANKERS

The Royal Bank of Scotland

2 1/2 Devonshire Square

London EC2M 4WS

REGISTERED OFFICE

10 Crown Place

London EC2A 4FT

PAL Developments Limited
Financial Statements
for the period ending 30 September 2003

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PAL Developments Limited
Directors' Report

The directors present their report and accounts for the period ended 30 September 2003.

RESULTS AND DIVIDENDS

The profit for the period after taxation amounted to £325.
No dividend has been paid or proposed.

PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The company was incorporated on 28 January 2003 and commenced trading as a residential property developer on 1 May 2003. The company has entered into four partnerships each undertaking a residential development project.

During the period the company entered the Harrogate Development Partnership and the Urchfont Development Partnership.

FUTURE DEVELOPMENTS

Since 30 September 2003 the company has entered into the Bramcote Development Partnership and the Tenterden Development Partnership.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year were as follows:

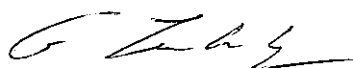
H Newton (Chairman)
T W A Jackson-Stops
P D Roscrow (Resigned 19 April 2004)
G E Tewkesbury (Appointed 19 April 2004)

The directors had no interests in the ordinary shares of the company as at 30 September 2003.

AUDITORS

The company is exempt from audit by virtue of s249A of the Companies Act 1985.

On behalf of the Board



Grant Tewkesbury
Director

10 June 2004

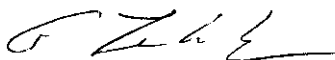
PAL Developments Limited
Statement of Directors' Responsibilities in respect of the Accounts

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period. In preparing those accounts, the directors 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; and
- prepare the accounts 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 accounts 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.

On behalf of the Board



Grant Tewkesbury
Director

10 June 2004

PAL Developments Limited
Profit and loss account
for the period from 28 January 2003 to 30 September 2003

	Notes	2003 £
Administrative expenses	3	(45)
Partnership income	2	(4)
		(49)
Interest receivable		374
Profit before taxation		325
Taxation		-
Profit after taxation		325
Retained profit brought forward		-
Retained profit carried forward		325

All amounts relate to continuing activities.

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

There are no movements on shareholders' funds apart from the profit for the year.

PAL Developments Limited
Balance sheet as at 30 September 2003

	Notes	2003 £
Current Assets		
Interest in residential development partnerships	4	9,000
Debtors	5	109
Cash at bank and on deposit		14,850
		<u>23,959</u>
Current Liabilities		
Creditors	6	(9)
		<u>23,950</u>
Capital and Reserves		
Called up share capital	8	12,500
Share premium account	9	11,125
Profit and loss account	9	325
		<u>23,950</u>

Statement in compliance with section 249 of the Companies Act 1985.

For the year ended 30 September 2003 the company was entitled to exemption under section 249A (1) of the Companies Act 1985.

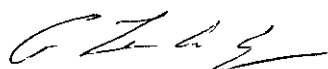
No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B (2).

The directors acknowledge their responsibility for:

- i) ensuring the company 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 company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

These financial statements were approved by the Board of Directors on 10 June 2004.

Signed on behalf of the Board of Directors



Grant Tewkesbury
 Director

PAL Developments Limited
Notes to the financial statements
for the period from 28 January 2003 to 30 September 2003

1 Accounting Policies

Basis of preparation

The accounts are prepared under the historical cost convention in accordance with applicable accounting standards.

Interest in residential development partnerships

Interests in residential development partnerships are stated at cost.

Partnership income is shown on an accruals basis.

Issue costs

Issue costs have been deducted from the share premium account in accordance with Financial Reporting Statement No.4.

2 Partnership income

Partnership income represents income derived from property development partnerships.

Net profits/ (losses) for the period are as follows:

	2003
	£
Harrogate Development Partnership	(6)
Urchfont Development Partnership	2
	(4)

3 Administrative expenses

Directors' fees	45
	45

PAL Developments Limited
Notes to the financial statements
for the period from 28 January 2003 to 30 September 2003

4 Interest in residential development partnerships	2003
	£
Harrogate Development Partnership	5,000
Urchfont Development Partnership	4,000
	<u>9,000</u>
	<u>9,000</u>
 5 Debtors	
Urchfont Development Partnership	2
Interest Receivable	107
	<u>109</u>
	<u>109</u>

PAL Developments Limited
Notes to the financial statements
for the period from 28 January 2003 to 30 September 2003

	2003 £
6 Creditors	
Harrogate Development Partnership	6
UK Corporation tax payable	-
Director's fees	3
	<u>9</u>

7 Capital Commitments

Subsequent to the year end, the company has committed funds of £4,000 to a development at Bramcote and £4,000 to a development at Tenterden.

8 Share capital

Authorised

1,000,000 Ordinary Shares of 50p each.

500,000	500,000
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Allotted, called up and fully paid

25,000 Ordinary Shares of 50p each.

12,500	12,500
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9 Reserves

	Share premium account	Revenue Reserve	Total
As at 1 October 2002	11,125	-	11,125
Retained net revenue for the period	-	325	325
As at 30 September 2003	<u>11,125</u>	<u>325</u>	<u>11,450</u>

PAL Developments Limited
Corporation Tax Computation
for the period from 28 January 2003 to 30 September 2003

	£	£
<u>TAX COMPUTATION</u>		
Profits per accounts	325.00	
Schedule D Case I Profit	<u>325.00</u>	
<u>TAX PAYABLE</u>		
Period to 30 September 2003		
Schedule D Case I	325.00	
Tax on Profits at 0%	-	
<u>TOTAL TAX PAYABLE</u>	<u>-</u>	-
		<u>-</u>