TOUCHDOWN RELOCATION LIMITED

Report and Accounts

30 June 2001

ERNST & YOUNG

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COMPANIES HOUSE 11/02/02

Company no. 3624362

DIRECTORS
G P C Mackay
C Stephens

SECRETARY
P G Boseley

BANKERS
Barclays Bank Plc
155 Bishopsgate
London
EC2M 3XA

REGISTERED OFFICE
2/10 Harbour Yard
Chelsea Harbour
London
SW10 0XD

Ernst & Young

DIRECTORS' REPORT

The directors present their report and accounts for the year ended 30 June 2001.

PRINCIPAL ACTIVITY

The company's principal activity during the year continued to be the provision of relocation services to corporate executives and personnel.

DIRECTORS AND THEIR INTERESTS

The directors at 30 June 2001 and their interests in the share capital of the company were as follows:

	At 30 June 2001 *Ordinary shares*	*At 30 June 2000* *Ordinary shares*
G P C Mackay	9	9
C Stephens	1	1

SPECIAL PROVISIONS RELATING TO SMALL COMPANIES

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

By order of the board

Secretary

04 FEB 2002

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PROFIT AND LOSS ACCOUNT
for the year ended 30 June 2001

	Notes	*2001* £	*2000* £
TURNOVER	2	299,612	42,123
Operating costs	3	286,772	95,073
OPERATING PROFIT/(LOSS)		12,840	(52,950)
Interest receivable		271	36
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		13,111	(52,914)
Tax on profit/(loss) on ordinary activities		(27)	2,984
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	8	13,084	(49,930)

There were no recognised gains or losses other than the profit for the year.

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BALANCE SHEET
at 30 June 2001

	Notes	2001 £	2000 £
FIXED ASSETS			
Tangible assets	4	9,791	7,398
CURRENT ASSETS			
Debtors	5	37,463	5,410
Cash at bank and in hand		20,356	2,665
		57,819	8,075
CREDITORS: amounts falling due within one year	6	93,038	53,985
NET CURRENT LIABILITIES		(35,219)	(45,910)
TOTAL ASSETS LESS CURRENT LIABILITIES		(25,428)	(38,512)
CAPITAL AND RESERVES			
Called up share capital	7	10	10
Profit and loss account - deficit	8	(25,438)	(38,522)
Equity shareholders' funds		(25,428)	(38,512)

The accounts 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.

For the year ended 30 June 2001 the company is entitled to the exemption from an annual audit permitted by subsection (1) of Section 249A of the Companies Act 1985 and no notice has been deposited under subsection (2) of Section 249B by a member requiring an audit. The directors are responsible for keeping accounting records which comply with Section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view and which otherwise comply with the requirements of the Companies Act 1985 applicable to small companies.

Director

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NOTES TO THE ACCOUNTS
at 30 June 2001

1. ACCOUNTING POLICIES

Fundamental accounting concept
The accounts have been prepared under the going concern concept as certain shareholders have undertaken to provide continuing financial support, including not demanding immediate repayment of outstanding loans, to allow the company to meet its liabilities as they fall due. However, should this support not be available, the going concern basis would be invalid and adjustments would have to be made to reduce the value of assets to their realisable amount, to provide for any further liabilities which might arise and to reclassify fixed assets as current assets.

Accounting convention
The accounts are prepared under the historical cost convention.

Depreciation
Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value of each asset evenly over its expected useful life, as follows:

Fixtures and fittings	-	5 years
Computer equipment	-	3 years

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

2. TURNOVER

Turnover, which is stated net of value added tax, represents fees earned from the provision of relocation services to corporate executives and personnel and all arose in the United Kingdom.

3. OPERATING COSTS

	2001	*2000*
	£	£
Depreciation of owned fixed assets	3,726	824
Directors' emoluments	–	–
Other operating charges	283,046	94,249
	286,772	95,073

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NOTES TO THE ACCOUNTS
at 30 June 2001

4. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	*Computer equipment* £	*Total* £
Cost:			
At 1 July 2000	7,015	1,215	8,230
Additions	906	5,213	6,119
At 30 June 2001	7,921	6,428	14,349
Depreciation:			
At 1 July 2000	702	130	832
Provided during the year	1,584	2,142	3,726
At 30 June 2001	2,286	2,272	4,558
Net book value:			
At 30 June 2001	5,635	4,156	9,791
At 1 July 2000	6,313	1,085	7,398

5. DEBTORS

	2001 £	*2000* £
Trade debtors	28,908	–
Other debtors	5,598	2,426
Corporation tax recoverable	2,957	2,984
	37,463	5,410

6. CREDITORS: amounts falling due within one year

	2001 £	*2000* £
Trade creditors	19,108	21,008
Other taxes and social security costs	3,841	232
Other creditors and accruals	70,089	32,745
	93,038	53,985

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NOTES TO THE ACCOUNTS
at 30 June 2001

7. SHARE CAPITAL

		Authorised
	2001	*2000*
	£	*£*
Ordinary shares of £1 each	100,000	100,000

	Allotted, called up and fully paid	
	2001	*2000*
	£	*£*
Ordinary shares of £1 each	10	10

8. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES

	Share capital	*Profit and loss account*	*Total shareholders' funds*
	£	*£*	*£*
At 30 June 1999	2	11,408	11,410
Shares issued	8	–	8
Loss for the year	–	(49,930)	(49,930)
At 30 June 2000	10	(38,522)	(38,512)
Profit for the year	–	13,084	13,084
At 30 June 2001	10	(25,438)	(25,428)

9. TRANSACTIONS WITH DIRECTORS

'Other creditors and accruals' (note 6) includes £39,595 (2000: £29,245) due to G P C Mackay in respect of company expenses paid by the director which will be repaid in the future. 'Other creditors and accruals' also includes an interest free loan of £20,000 from PXS Limited. PXS Limited is a subsidiary of Bivar Limited, a company in which G P C Mackay is a director and shareholder.

In addition, 'trade creditors' (note 6) includes £15,730 due to Bivar Limited for expenses incurred on behalf of the company.

10. CONTROLLING PARTY

The company is controlled by G P C Mackay.

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