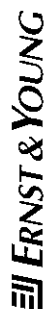


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## Touchdown Relocation Limited

### Report and Financial Statements

30 June 2003

 ERNST & YOUNG



# Touchdown Relocation Limited

Registered No: 3624362

## Directors

G P C Mackay  
C Stephens

## Secretary

P G Boseley

## Accountants

Ernst & Young LLP  
400 Capability Green  
Luton  
Bedfordshire  
LU1 3LU

## 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 unaudited financial statements for the year ended 30 June 2003.

### Principal activity

The principal activity of the company 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 2003 and their interests in the share capital of the company were as follows:

|              | <i>At<br/>30 June 2003<br/>Ordinary shares</i> | <i>At<br/>1 July 2002<br/>Ordinary shares</i> |
|--------------|------------------------------------------------|-----------------------------------------------|
| G P C Mackay | 9                                              | 9                                             |
| C Stephens   | 1                                              | 1                                             |

### Small company provisions

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

On behalf of the board

  
Director

## Profit and loss account

for the year ended 30 June 2003

|                                                      | <i>Notes</i> | 2003<br>£ | 2002<br>£ |
|------------------------------------------------------|--------------|-----------|-----------|
| <b>Turnover</b>                                      |              | 436,518   | 586,179   |
| Operating costs                                      |              | 384,212   | 455,351   |
| <b>Operating profit</b>                              | 2            | 52,306    | 130,828   |
| Bank interest receivable                             |              | 290       | 743       |
| <b>Profit on ordinary activities before taxation</b> |              | 52,596    | 131,571   |
| Tax on profit on ordinary activities                 | 3            | 13,954    | 39,694    |
| <b>Profit retained for the financial year</b>        | 9            | 38,642    | 91,877    |

## Balance sheet

at 30 June 2003

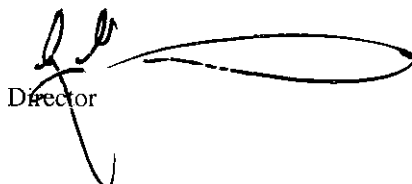
|                                                       | Notes | 2003<br>£ | 2002<br>£ |
|-------------------------------------------------------|-------|-----------|-----------|
| <b>Fixed assets</b>                                   |       |           |           |
| Tangible assets                                       | 4     | 2,515     | 6,065     |
| <b>Current assets</b>                                 |       |           |           |
| Debtors                                               | 5     | 176,217   | 106,871   |
| Cash at bank                                          |       | 26,343    | 61,473    |
|                                                       |       | 202,560   | 168,344   |
| <b>Creditors:</b> amounts falling due within one year | 6     | 99,984    | 107,960   |
| <b>Net current assets</b>                             |       | 102,576   | 60,384    |
| <b>Total assets less current liabilities</b>          |       | 105,091   | 66,449    |
| <b>Capital and reserves</b>                           |       |           |           |
| Called up share capital                               | 8     | 10        | 10        |
| Profit and loss account                               | 9     | 105,081   | 66,439    |
| <b>Equity shareholders' funds</b>                     |       | 105,091   | 66,449    |

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

  
Director

## Notes to the financial statements

at 30 June 2003

### 1. Accounting policies

#### *Basis of preparation*

The financial statements are prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### *Fixed assets*

All fixed assets are initially recorded at cost.

#### *Depreciation*

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost based on prices prevailing at the date of acquisition of each asset evenly over its expected useful life, as follows:

|                     |   |         |
|---------------------|---|---------|
| Fixtures & 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.

#### *Deferred taxation*

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exception:

- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

### 2. Operating profit

This is stated after charging:

|                                         | 2003<br>£ | 2002<br>£ |
|-----------------------------------------|-----------|-----------|
| Loan to participator waived in the year | —         | 90,000    |
| Depreciation of owned fixed assets      | 3,550     | 3,726     |

### 3. Tax

The tax charge is made up as follows:

|                     | 2003<br>£ | 2002<br>£ |
|---------------------|-----------|-----------|
| <i>Current tax:</i> |           |           |
| UK corporation tax  | 13,954    | 39,694    |

## Notes to the financial statements

at 30 June 2003

### 4. Tangible fixed assets

|                                 | <i>Fixtures,<br/>fittings and<br/>equipment<br/>£</i> |
|---------------------------------|-------------------------------------------------------|
| Cost:                           |                                                       |
| At 1 July 2002 and 30 June 2003 | 14,349                                                |
| Depreciation:                   |                                                       |
| At 1 July 2002                  | 8,284                                                 |
| Provided during the year        | 3,550                                                 |
| At 30 June 2003                 | 11,834                                                |
| Net book value:                 |                                                       |
| At 30 June 2003                 | 2,515                                                 |
| At 1 July 2002                  | 6,065                                                 |

### 5. Debtors

|               | 2003<br>£      | 2002<br>£      |
|---------------|----------------|----------------|
| Trade debtors | 136,304        | 48,012         |
| Other debtors | 39,913         | 58,859         |
|               | <u>176,217</u> | <u>106,871</u> |

### 6. Creditors: amounts falling due within one year

|                                    | 2003<br>£     | 2002<br>£      |
|------------------------------------|---------------|----------------|
| Trade creditors                    | 4,080         | 3,162          |
| Corporation tax                    | 13,954        | 39,694         |
| Other taxation and social security | 17,589        | 2,910          |
| Other creditors                    | 64,361        | 62,194         |
|                                    | <u>99,984</u> | <u>107,960</u> |

### 7. Related party transactions

'Other creditors and accruals' (note 6) includes £38,603 (2002: £38,594) 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 £10,000 (2002: £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 majority shareholder.

'Other debtors' (note 5) includes £23,951 (2002: £23,951) due from Bivar Ltd in respect of a loan advanced in 2002. 'Other debtors' also includes an interest free loan to Hometrack.Co.UK Limited, a company in which G P C Mackay is a director and majority shareholder.

During the year, net management fees of £68,085 were payable to Giles Mackay & Co, a body connected to G P C Mackay.

# Notes to the financial statements

at 30 June 2003

## 8. Share capital

|                            | 2003<br>£      | Authorised<br>2002<br>£ |
|----------------------------|----------------|-------------------------|
| Ordinary shares of £1 each | <u>100,000</u> | <u>100,000</u>          |

|                            | Allotted, called up and fully paid |              |
|----------------------------|------------------------------------|--------------|
|                            | 2003                               | 2002         |
|                            | No. £                              | No. £        |
| Ordinary shares of £1 each | 10 <u>10</u>                       | 10 <u>10</u> |

## 9. Reconciliation of shareholders' funds and movement on reserves

|                     | Share capital<br>£ | Profit and loss<br>account<br>£ | Total share-<br>holders' funds<br>£ |
|---------------------|--------------------|---------------------------------|-------------------------------------|
| At 1 July 2002      | 10                 | 66,439                          | 66,449                              |
| Profit for the year | –                  | 38,642                          | 38,642                              |
| At 30 June 2003     | <u>10</u>          | <u>105,081</u>                  | <u>105,091</u>                      |

## 10. Controlling party

The company is controlled by G P C Mackay.