

Registered number: 372972

R D & P E SHEPHARD LIMITED

FINANCIAL STATEMENTS

30 JUNE 1998

HEDLEY DUNK

CHARTERED ACCOUNTANTS

DARTFORD



R D & P E SHEPHARD LIMITED  
FINANCIAL STATEMENTS  
for the year ended 30 June 1998

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## R D &amp; P E SHEPHARD LIMITED

## COMPANY INFORMATION

30 June 1998

DIRECTORS	M E Clark J V Pryse C M Raymond J O Lyman T J Holden (Resigned 31 March 1998)
SECRETARY	J V Pryse
REGISTERED OFFICE	29 London Road Bromley Kent BR1 1DH
BANKERS	Lloyds Bank Plc Pall Mall 8/10 Waterloo Place London SW1Y 4BE
SOLICITORS	Nutt & Oliver London
AUDITORS	Hedley Dunk Chartered Accountants Trinity House 3 Bullace Lane Dartford DA1 1BB

## R D &amp; P E SHEPHARD LIMITED

## DIRECTORS' REPORT

30 June 1998

The directors present their report and the audited financial statements for the year ended 30 June 1998.

**Principal activity**

The principal activity of the company is that of a service company for its own subsidiary which operates as a general and financial services broker.

**Business review**

The company's balance sheet as detailed on page 6 shows a satisfactory position, shareholders' funds amounting to £638,300.

**Results and dividends**

The results for the year are shown in the profit and loss account on page 5. An ordinary dividend amounting to £59,900 was paid in the year.

**Directors**

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	30 June 1998 Ordinary shares	1 July 1997 Ordinary shares
M E Clark	-	-
J V Pryse	-	-
C M Raymond	-	-
J O Lyman	-	-
T J Holden (Resigned 31 March 1998)	-	-

continued .....

## R D &amp; P E SHEPHARD LIMITED

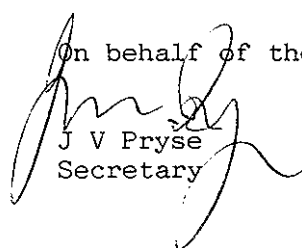
DIRECTORS' REPORT  
(continued)

30 June 1998

**Auditors**

The Company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary Hedley Dunk will continue in office.

On behalf of the board



J V Pryse  
Secretary

29 London Road  
Bromley  
Kent BR1 1DH

## R D &amp; P E SHEPHARD LIMITED

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

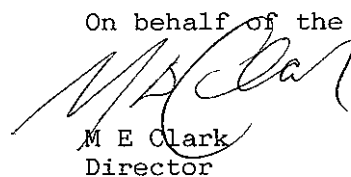
We are required under company law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

On behalf of the board



M E Clark  
Director

## R D &amp; P E SHEPHARD LIMITED

## AUDITORS' REPORT

Auditors' report to the members of

R D & P E Shephard Limited

We have audited the financial statements on pages 5 to 11 which have been prepared under the accounting policies set out on page 8.

**Respective responsibilities of directors and auditors**

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 1998 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



HEDLEY DUNK

CHARTERED ACCOUNTANTS  
and Registered Auditors

DARTFORD

7 October 1998

## R D &amp; P E SHEPHARD LIMITED

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## PROFIT AND LOSS ACCOUNT

for the year ended 30 June 1998

	Note	1998 £	1997 £
Investment income	2	60,000	60,000
Profit on ordinary activities before taxation		60,000	60,000
Taxation	3	-	-
Profit on ordinary activities after taxation		60,000	60,000
Dividends	4	(59,900)	(60,000)
Retained profit for the year	11	100	-

Movements in reserves are shown in the notes to the financial statements.

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 1998 or 1997 other than the profit for the year.



## BALANCE SHEET

at 30 June 1998

	Note	£	1998 £	£	1997 £
<b>Fixed assets</b>					
Investments	5		623,061		623,061
			<u>623,061</u>		<u>623,061</u>
<b>Current assets</b>					
Debtors	6	15,239		59,702	
			<u>15,239</u>	<u>59,702</u>	
Creditors: amounts falling due within one year	7	-		(44,563)	
			<u>-</u>	<u>(44,563)</u>	
Net current assets			15,239		15,139
Total assets less current liabilities			<u>638,300</u>		<u>638,200</u>
<b>Capital and reserves</b>					
Called up share capital	9		2,051		2,051
Share premium account	10		636,195		636,195
Profit and loss account	11		54		(46)
			<u>54</u>		<u>(46)</u>
Total shareholders' funds	8		<u>638,300</u>		<u>638,200</u>

The financial statements on pages 5 to 11 were approved by the board of directors on and signed on its behalf by:

  
M E Clark  
Director

## R D &amp; P E SHEPHARD LIMITED

## CASH FLOW STATEMENT

for the year ended 30 June 1998

	Note	£	1998	£	£	1997	£
Net cash outflow from operating activities	12			(100)			-
Returns on investments and servicing of finance							
Other returns		60,000			60,000		
			60,000			60,000	
			59,900			60,000	
Equity dividends paid			(59,900)			(60,000)	
			-			-	

R D & P E SHEPHARD LIMITED  
 NOTES ON FINANCIAL STATEMENTS  
 30 June 1998

1 Accounting policies

**Basis of accounting**

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

**Consolidation**

Consolidated accounts have not been prepared because the company has taken advantage of Section 228 of the Companies Act 1985, in that it is a wholly owned subsidiary of Shephard Holdings Limited which is incorporated in England and prepares the group accounts.

**Deferred taxation**

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2 Investment income

	1998 £	1997 £
Dividends received	60,000	60,000
	<u>60,000</u>	<u>60,000</u>

3 Taxation

The company has no liability for taxation.

4 Dividends

	1998 £	1997 £
Interim	59,900	60,000
	<u>59,900</u>	<u>60,000</u>

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 NOTES ON FINANCIAL STATEMENTS  
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5 Fixed asset investments

	Investments other than loans £
Cost	
1 July 1997 and at 30 June 1998	623,061

Details of the company's subsidiary at the 30 June 1998 were as follows -

Name	Country of incorporation/ operation	Principal activity	Class of shares	Percentage held by company
Shephard Herriot Ltd	England	Insurance broking	Ordinary	100%

6 Debtors

	1998 £	1997 £
Amounts falling due within one year		
Amounts owed by group undertakings	15,239	59,702
	<u>15,239</u>	<u>59,702</u>

7 Creditors: amounts falling due within one year

	1998 £	1997 £
Amounts owed to group undertakings	-	44,563
	<u>-</u>	<u>44,563</u>

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 NOTES ON FINANCIAL STATEMENTS  
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8 Reconciliation of movements in shareholders' funds

	1998 £	1997 £
Profit for the financial year	60,000	60,000
Dividends	(59,900)	(60,000)
Net addition to shareholders' funds	100	-
Opening shareholders' funds	638,200	638,200
Closing shareholders' funds	<u>638,300</u>	<u>638,200</u>

9 Called up share capital

	1998 Number of shares	£	1997 Number of shares	£
Authorised				
Ordinary shares	<u>2,051</u>	<u>2,051</u>	<u>2,051</u>	<u>2,051</u>
Allotted called up and fully paid				
Ordinary shares	<u>2,051</u>	<u>2,051</u>	<u>2,051</u>	<u>2,051</u>

10 Share premium account

	1998 £
1 July 1997 and 30 June 1998	<u>636,195</u>

11 Profit and loss account

	1998 £
1 July 1997 Retained profit for the year	(46) 100
30 June 1998	<u>54</u>

## NOTES ON FINANCIAL STATEMENTS

30 June 1998

## 12 Notes to the cash flow statement

Reconciliation of operating profit  
to operating cash flows

	1998 £	1997 £
Decrease in debtors	(44,463)	-
Decrease in creditors	44,563	-
Net cash outflow from operating activities	<u>100</u>	<u>-</u>

## 13 Ultimate parent undertaking

At the 30 June 1998 the company was a subsidiary undertaking of Shephard Holdings Limited, a company incorporated in England. The company's ultimate parent undertaking at that date was Ascott Investments Limited, a company incorporated in the Isle of Man.