

1850101

**Report of the Directors and  
Financial Statements  
for the Year Ended 31 March 1997  
for  
Medalmark Limited**



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for the Year Ended 31 March 1997**

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**Medalmark Limited**

**Company Information  
for the Year Ended 31 March 1997**

**DIRECTORS:**

D H Carter  
S A Richards  
W S C Richards

**SECRETARY:**

St Mary Abchurch (Secretaries and Registrars) Limited

**REGISTERED OFFICE:**

Avalon House  
57-63 Scrutton Street  
London  
EC2A 4PJ

**REGISTERED NUMBER:**

1850101 (England and Wales)

**AUDITORS:**

Munday Long & Co.  
Chartered Certified Accountants  
Registered Auditors  
Alton House, 66 High Street  
Northwood  
Middlesex  
HA6 1BL

# Medalmark Limited

## Report of the Directors for the Year Ended 31 March 1997

The directors present their report with the financial statements of the company for the year ended 31 March 1997.

The financial statements present information about the company as an individual undertaking and not about its Group see Note 1.

### PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property investment.

### DIRECTORS

The directors during the year under review were:

D H Carter  
S A Richards  
W S C Richards

The beneficial interests of the directors holding office on 31 March 1997 in the issued share capital of the company were as follows:

	31.3.97	1.4.96
Ordinary £1 shares		
D H Carter	-	-
S A Richards	2	2
W S C Richards	2	2

### STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors 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, the directors are required to

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

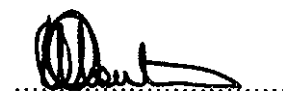
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### AUDITORS

The auditors, Munday Long & Co., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

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:



D H Carter - DIRECTOR

Dated: 6<sup>th</sup> November 1997

**Report of the Auditors to the Shareholders of  
Medalmark Limited**

We have audited the financial statements on pages four to ten which have been prepared under the historical cost convention and the accounting policies set out on page seven.

**Respective responsibilities of directors and auditors**

As described on page two 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 judgments 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 other irregularity or error. 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 31 March 1997 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Munday Long & Co.  
Chartered Certified Accountants  
Registered Auditors  
Alton House, 66 High Street  
Northwood  
Middlesex  
HA6 1BL

Dated: 6<sup>th</sup> November 1997

Medalmark Limited

Profit and Loss Account  
for the Year Ended 31 March 1997

		<u>31.3.97</u>	<u>31.3.96</u>
	Notes	£	£
<b>TURNOVER</b>	2	-	18,448
Cost of sales		<u>3,596</u>	<u>13,363</u>
<b>GROSS (LOSS)/PROFIT</b>		(3,596)	5,085
Administrative expenses		<u>10,042</u>	<u>(35,986)</u>
<b>OPERATING (LOSS)/PROFIT</b>	3	(13,638)	41,071
Interest receivable and similar income	4	<u>77</u>	<u>162</u>
		(13,561)	41,233
Interest payable and similar charges		<u>11,510</u>	<u>30,050</u>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(25,071)	11,183
Tax on (loss)/profit on ordinary activities	5	<u>1,893</u>	<u>-</u>
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		(26,964)	11,183
Deficit brought forward		<u>(64,436)</u>	<u>(75,619)</u>
<b>DEFICIT CARRIED FORWARD</b>		<u>£(91,400)</u>	<u>£(64,436)</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

The notes form part of these financial statements

Medalmark Limited

Statement of Total Recognised Gains and Losses  
for the Year Ended 31 March 1997

	<u>31.3.97</u>	<u>31.3.96</u>
	£	£
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	(26,964)	11,183
Revaluation of investments	<u>28,948</u>	<u>-</u>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>£1,984</u>	<u>£11,183</u>

The notes form part of these financial statements

Medalmark Limited

Balance Sheet  
31 March 1997

		31.3.97		31.3.96	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Investments	6		138,297		109,349
<b>CURRENT ASSETS:</b>					
Debtors	7	196,686		446,032	
Cash at bank		<u>1,390</u>		<u>1,508</u>	
		198,076		447,540	
<b>CREDITORS:</b> Amounts falling due within one year	8	<u>105,349</u>		<u>387,849</u>	
<b>NET CURRENT ASSETS:</b>			<u>92,727</u>		<u>59,691</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			231,024		169,040
<b>CREDITORS:</b> Amounts falling due after more than one year	9		<u>184,125</u>		<u>124,125</u>
			<u>£46,899</u>		<u>£44,915</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	12		4		4
Revaluation reserve	13		138,295		109,347
Profit and loss account			<u>(91,400)</u>		<u>(64,436)</u>
Shareholders' funds	16		<u>£46,899</u>		<u>£44,915</u>

These financial statements have 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:



W S C Richards - DIRECTOR

Approved by the Board on 6<sup>th</sup> November 1997

The notes form part of these financial statements



**Notes to the Financial Statements  
for the Year Ended 31 March 1997**

**1. ACCOUNTING POLICIES****Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Financial Reporting Standard Number 1**

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**Turnover**

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

**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.

**Consolidated financial statements**

The company has not prepared consolidated financial statements. The directors have taken advantage of the exemptions available from preparing group financial statements as conferred by Section 248 of the Companies Act 1995.

**2. TURNOVER**

The turnover and loss (1996 - profit) before taxation are attributable to the one principal activity of the company.

**3. OPERATING (LOSS)/PROFIT**

The operating loss (1996 - operating profit) is stated after charging/(crediting):

	31.3.97	31.3.96
	£	£
Loss/(Profit) on disposal of fixed assets	4,207	(41,525)
Auditors' remuneration	<u>764</u>	<u>765</u>
Directors' emoluments and other benefits etc	<u>-</u>	<u>-</u>

**4. INTEREST RECEIVABLE AND SIMILAR INCOME**

	31.3.97	31.3.96
	£	£
Deposit account interest	<u>77</u>	<u>162</u>

**5. TAXATION**

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

	31.3.97	31.3.96
	£	£
Prior years adjustment	<u>1,893</u>	<u>-</u>

Notes to the Financial Statements  
for the Year Ended 31 March 1997

## 6. FIXED ASSET INVESTMENTS

	£	
<b>COST:</b>		
At 1 April 1996		
and 31 March 1997		<u>318,561</u>
<b>PROVISIONS:</b>		
At 1 April 1996	209,212	
Provision during year	<u>(28,948)</u>	
At 31 March 1997		<u>180,264</u>
<b>NET BOOK VALUE:</b>		
At 31 March 1997		<u>£138,297</u>
At 31 March 1996		<u>£109,349</u>
	31.3.97	31.3.96
	£	£
Unlisted investments	<u>138,297</u>	<u>109,349</u>

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

**Novelstyle Limited**

Nature of business: Investment property.

	%		
	holding		
Class of shares:			
Ordinary	100.00		
		31.3.97	31.3.96
		£	£
Aggregate capital and reserves		138,297	128,824
Includes profit for the year		<u>9,473</u>	<u>19,475</u>

7. DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR

	31.3.97	31.3.96
	£	£
Debtors	1,743	232,214
Due from subsidiary company	<u>194,943</u>	<u>213,818</u>
	<u>196,686</u>	<u>446,032</u>

Notes to the Financial Statements  
for the Year Ended 31 March 1997

8. **CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	31.3.97 £	31.3.96 £
Bank loans and overdrafts (see note 10)	-	276,324
Creditors and accruals	11,936	18,112
Amount due to company under common control	<u>93,413</u>	<u>93,413</u>
	<u>105,349</u>	<u>387,849</u>

9. **CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR**

	31.3.97 £	31.3.96 £
Bank loans (see note 10)	115,000	55,000
Director's loan account	<u>69,125</u>	<u>69,125</u>
	<u>184,125</u>	<u>124,125</u>

10. **LOANS AND OVERDRAFTS**

An analysis of the maturity of loans and overdrafts is given below:

	31.3.97 £	31.3.96 £
Amounts falling due within one year or on demand:		
Bank overdrafts	-	6,324
Bank loans	<u>-</u>	<u>270,000</u>
	<u>-</u>	<u>276,324</u>
Amounts falling due between one and two years:		
Bank loans	<u>115,000</u>	<u>55,000</u>

11. **SECURED DEBTS**

The following secured debts are included within creditors:

	31.3.97 £	31.3.96 £
Bank loans	<u>115,000</u>	<u>325,000</u>

Notes to the Financial Statements  
for the Year Ended 31 March 1997

## 12. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.3.97	31.3.96
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.3.97	31.3.96
			£	£
4	Ordinary	£1	<u>4</u>	<u>4</u>

## 13. REVALUATION RESERVE

	31.3.97	31.3.96
	£	£
Brought forward	109,347	109,347
Written back on investments	<u>28,948</u>	<u>-</u>
	<u>138,295</u>	<u>109,347</u>

## 14. CONTINGENT LIABILITIES

The company has given the group's bankers, Clydesdale Bank plc, an unlimited guarantee in favour of its subsidiary company, Novelstyle Limited. At 31 March 1997 the liability outstanding was nil (1996 - nil).

## 15. RELATED PARTY DISCLOSURES

During the year under review the company paid St Mary Abchurch (Secretaries and Registrars) Limited, the company secretary, £300 (1996 - £300), and in 1996 the company paid Tarrakarn Limited, the company's rent collection agent, £1,040. D H Carter, S A Richards and W S C Richards are directors of both the above companies.

W S C Richards has given the groups' bankers, Clydesdale Bank plc, a personal guarantee in respect of the group's borrowings.

## 16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.3.97	31.3.96
	£	£
(Loss)/Profit for the financial year	(26,964)	11,183
Other recognised gains and losses relating to the year (net)	<u>28,948</u>	<u>-</u>
<b>NET ADDITION TO SHAREHOLDERS' FUNDS</b>	1,984	11,183
Opening shareholders' funds	<u>44,915</u>	<u>33,732</u>
<b>CLOSING SHAREHOLDERS' FUNDS</b>	<u>46,899</u>	<u>44,915</u>
Equity interests	<u>46,899</u>	<u>44,915</u>