

Medalmark Ltd
Report of the Directors and
Unaudited Financial Statements
for the Year Ended 30 June 2011



Medalmark Ltd (Registered number: 01850101)

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for the Year Ended 30 June 2011**

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Medalmark Ltd

**Company Information
for the Year Ended 30 June 2011**

DIRECTORS:

Mrs SA Richards
WSC Richards OBE DL
PCW Henry

SECRETARY

Tarrakarn Limited

REGISTERED OFFICE

Lower Hope
Ullingswick
Hereford
Herefordshire
HR1 3JF

REGISTERED NUMBER

01850101

ACCOUNTANTS

The Hutchinson Partnership Limited
trading as The Hutchinson Partnership
Chartered Accountants
The Bull Pen
Amberley Court
Sutton St Nicholas
Hereford
Herefordshire
HR1 3BX

Medalmark Ltd (Registered number. 01850101)

**Report of the Directors
for the Year Ended 30 June 2011**

The directors present their report with the financial statements of the company for the year ended 30 June 2011

PRINCIPAL ACTIVITY

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

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2010 to the date of this report

Mrs SA Richards
WSC Richards OBE DL
PCW Henry

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

ON BEHALF OF THE BOARD



WSC Richards OBE DL - Director

Date

14th March 2012

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Medalmark Ltd**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Medalmark Ltd for the year ended 30 June 2011 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Total Recognised Gains and Losses and the related notes from the company's accounting records and from information and explanations you have given us

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook

This report is made solely to the Board of Directors of Medalmark Ltd, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Medalmark Ltd and state those matters that we have agreed to state to the Board of Directors of Medalmark Ltd, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Medalmark Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Medalmark Ltd. You consider that Medalmark Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Medalmark Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

The Hutchinson Partnership

The Hutchinson Partnership Limited
trading as The Hutchinson Partnership
Chartered Accountants
The Bull Pen
Amberley Court
Sutton St Nicholas
Hereford
Herefordshire
HR1 3BX

Date *22 March 2012*

**Profit and Loss Account
for the Year Ended 30 June 2011**

	Notes	2011 £	2010 £
TURNOVER		42,296	79,807
Administrative expenses		<u>(32,652)</u>	<u>(43,800)</u>
OPERATING PROFIT	2	9,644	36,007
Profit on disposal of investment property	3	55,868	-
Loss on sale of investments	3	<u>(51,893)</u>	<u>-</u>
		13,619	36,007
Income from fixed asset investments		4,432	135
Interest receivable and similar income		<u>167</u>	<u>38</u>
		18,218	36,180
Interest payable and similar charges		<u>(8,247)</u>	<u>(13,978)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		9,971	22,202
Tax on profit on ordinary activities	4	<u>10,440</u>	<u>(2,176)</u>
PROFIT FOR THE FINANCIAL YEAR		<u>20,411</u>	<u>20,026</u>

The notes form part of these financial statements

Medalmark Ltd (Registered number: 01850101)

**Statement of Total Recognised Gains and Losses
for the Year Ended 30 June 2011**

	2011 £	2010 £
PROFIT FOR THE FINANCIAL YEAR	20,411	20,026
Property revaluation	(57,509)	(45,000)
Revaluation of shares in subsidiary	28,093	45,230
Revaluation of listed investments	(45,020)	(14,671)
Provision written back on disposal	<u>64,656</u>	<u>-</u>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>10,631</u>	<u>5,585</u>

The notes form part of these financial statements

Balance Sheet
30 June 2011

		2011	2010
	Notes	£	£
FIXED ASSETS			
Investments	5	607,186	255,176
Investment property	6	-	825,000
		607,186	1,080,176
CURRENT ASSETS			
Debtors	7	20,203	99,125
Cash at bank		7,383	17,190
		27,586	116,315
CREDITORS			
Amounts falling due within one year	8	12,343	584,693
NET CURRENT ASSETS/(LIABILITIES)		15,243	(468,378)
TOTAL ASSETS LESS CURRENT LIABILITIES		622,429	611,798
CAPITAL AND RESERVES			
Called up share capital	11	4	4
Revaluation reserve	12	179,457	208,873
Profit and loss account	12	442,968	402,921
SHAREHOLDERS' FUNDS		622,429	611,798

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2011

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2011 in accordance with Section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved for issue by the Board of Directors on 14 March 2012 and were signed on its behalf by



WSC Richards OBE DL - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 30 June 2011**

1 ACCOUNTING POLICIES

Basis of preparing the financial statements

The directors have considered the financial requirements of the company and consider that it will be able to operate within its agreed finance facilities for the next 12 months. The directors therefore consider it appropriate to prepare the accounts on the going concern basis.

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Preparation of consolidated financial statements

The financial statements contain information about Medalmark Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Turnover

Turnover represents net rental income received, excluding value added tax.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Deferred tax assets are recognised to the extent that they are recoverable.

Accounting for subsidiaries

The company's subsidiary is accounted for on the equity method.

Fixed asset investments

Fixed asset investments are valued at the lower of cost and market value.

2 OPERATING PROFIT

The operating profit is stated after charging

	2011 £	2010 £
Directors' remuneration and other benefits etc	<u>5,169</u>	<u>4,303</u>

3 EXCEPTIONAL ITEMS

	Profit/(loss) £
Exceptional profits/(losses) on sale of listed investments	
Profits on sales of listed investments	15,529
Losses on sales of listed investments	<u>(66,480)</u>
	(50,951)
Non exceptional losses on sales of listed investments	<u>(942)</u>
	<u>(51,893)</u>

	Profit/(loss) £
Exceptional profit on sale of investment property	<u>55,868</u>

4 TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit on ordinary activities for the year was as follows

	2011 £	2010 £
Current tax		
UK corporation tax	-	3,637
Prior year	<u>-</u>	<u>(1,461)</u>
Total current tax	<u>-</u>	<u>2,176</u>
Deferred tax		
Prior year	326	-
Current year	<u>(10,766)</u>	<u>-</u>
Total deferred tax	<u>(10,440)</u>	<u>-</u>
Tax on profit on ordinary activities	<u>(10,440)</u>	<u>2,176</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2011

5 FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Listed investments £	Totals £
COST OR VALUATION			
At 1 July 2010	151,366	202,730	354,096
Additions	-	550,655	550,655
Disposals	-	(246,373)	(246,373)
Revaluations	<u>28,093</u>	<u>-</u>	<u>28,093</u>
At 30 June 2011	<u>179,459</u>	<u>507,012</u>	<u>686,471</u>
PROVISIONS			
At 1 July 2010	-	98,920	98,920
Provision for year	-	51,725	51,725
Eliminated on disposal	-	(64,656)	(64,656)
Provision written back	<u>-</u>	<u>(6,704)</u>	<u>(6,704)</u>
At 30 June 2011	<u>-</u>	<u>79,285</u>	<u>79,285</u>
NET BOOK VALUE			
At 30 June 2011	<u>179,459</u>	<u>427,727</u>	<u>607,186</u>
At 30 June 2010	<u>151,366</u>	<u>103,810</u>	<u>255,176</u>

Cost or valuation at 30 June 2011 is represented by

	Shares in group undertakings £	Listed investments £	Totals £
Valuation in 1991	318,559	-	318,559
Valuation in 2004	(149,142)	-	(149,142)
Valuation in 2005	(109,394)	-	(109,394)
Valuation in 2006	(918)	-	(918)
Valuation in 2007	120,983	-	120,983
Valuation in 2008	15,251	-	15,251
Valuation in 2009	(89,205)	-	(89,205)
Valuation in 2010	45,230	-	45,230
Valuation in 2011	28,093	-	28,093
Cost	<u>2</u>	<u>507,012</u>	<u>507,014</u>
	<u>179,459</u>	<u>507,012</u>	<u>686,471</u>

There were also movements of valuations of the shares in the subsidiary in 1995, 1997 and 1998. The net effect of these was £nil so they are not detailed above.

Notes to the Financial Statements - continued
for the Year Ended 30 June 2011

5 **FIXED ASSET INVESTMENTS - continued**

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

Novelstyle Limited

Nature of business an investment company

Class of shares	% holding	2011 £	2010 £
Ordinary	100.00		
Aggregate capital and reserves		179,459	151,366
(Loss)/Profit for the year		<u>(64,874)</u>	<u>392</u>

Market value of listed investments at 30 June 2011 £427,728 (2010 £103,810)

6 **INVESTMENT PROPERTY**

	Total £
COST OR VALUATION	
At 1 July 2010	825,000
Disposals	<u>(825,000)</u>
At 30 June 2011	-
NET BOOK VALUE	
At 30 June 2011	-
At 30 June 2010	<u>825,000</u>

Cost or valuation at 30 June 2010 is represented by

	£
Valuation in 2005	350,509
Valuation in 2006	82,000
Valuation in 2007	42,250
Valuation in 2008	(137,250)
Valuation in 2009	(235,000)
Valuation in 2010	(45,000)
Cost	<u>767,491</u>
	<u>825,000</u>

There was no corporation tax due on the disposals of the investment properties, as indexation allowance exceeded the increase in the value of the properties

Notes to the Financial Statements - continued
for the Year Ended 30 June 2011

7 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Trade debtors	-	20,471
Amounts owed by group undertakings	-	71,199
Tax	1,461	-
Deferred tax asset	-	-
Capital losses carried forward	17,287	6,847
Prepayments	<u>1,455</u>	<u>608</u>
	<u>20,203</u>	<u>99,125</u>

8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Bank loans and overdrafts	-	509,003
Amounts owed to participating interests	9,843	50,552
Taxation and social security	-	2,176
Other creditors	<u>2,500</u>	<u>22,962</u>
	<u>12,343</u>	<u>584,693</u>

9 SECURED DEBTS

The following secured debts are included within creditors

	2011	2010
	£	£
Bank loans	<u>-</u>	<u>509,003</u>

The bank loan was secured by a first legal charge, dated 16 January 2006, in favour of the bank over the properties at 31 and 33 High Street, West Wickham, Kent and 7/9 South Road, Haywards Heath, West Sussex which were sold in the year, and also a guarantee from Mr WSC Richards OBE DL (director) of £550,000. This was removed with the sale of the investment property and the subsequent repayments of the loans.

10 DEFERRED TAX

	£
Balance at 1 July 2010	(6,847)
Chargeable losses	<u>(10,440)</u>
Balance at 30 June 2011	<u>(17,287)</u>

11 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			2011	2010
Number	Class	Nominal value	£	£
4	Ordinary	£1	<u>4</u>	<u>4</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2011

12 RESERVES

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 July 2010	402,921	208,873	611,794
Profit for the year	20,411		20,411
Property revaluation	-	(57,509)	(57,509)
Provision written back on disposal	64,656	-	64,656
Revaluation of shares in group undertaking	-	28,093	28,093
Revaluation of listed investments	(45,020)	-	(45,020)
At 30 June 2011	<u>442,968</u>	<u>179,457</u>	<u>622,425</u>

All revaluations are not taxable until they are realised

13 RELATED PARTY DISCLOSURES

The company operates from the business premises of Tarrakarn Limited, a company owned and controlled by the directors, for which no rental was charged, (2010 - nil) Tarrakarn has recharged Medalmark Limited £20,390 (2010 £36,237) for management fees and wages

Prior to the year end amounts due to and from companies under the common control of Mr WSC and Mrs SA Richards were re-allocated as follows, to simplify the record keeping and reconciliation processes -

	Debtor/(creditor pre re-allocation) £	Amount re-allocated £	At 30 June 2011 £	At 30 June 2010 £
Novelstyle Limited	56,199	(56,199)	-	71,199
Tarrakarn Limited	(31,042)	21,199	(9,843)	(50,552)
St Mary Abchurch Investments (1984) Limited	(35,000)	35,000	-	-
	<u>(9,843)</u>	<u>-</u>	<u>(9,843)</u>	<u>20,647</u>

14 ULTIMATE CONTROLLING PARTY

The company is under the control of two of the directors, Mr and Mrs Richards, who own 100% of the share capital