

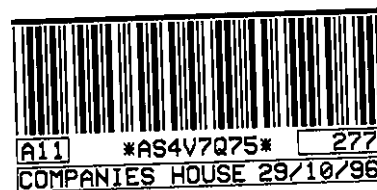
MEDALMARK LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996

REGISTERED NUMBER

1850101



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MEDALMARK LIMITED

COMPANY INFORMATION

DIRECTORS:	W.S.C. Richards D.H.Carter
SECRETARY:	St.Mary Abchurch (Secretaries Registrars) Limited
REGISTERED OFFICE:	Avalon House 57-63 Scrutton Street London EC2A 4PJ
REGISTERED NUMBER:	1850101
AUDITORS:	Munday Long & Co. Registered Auditors Certified Accountants Alton House 66 High Street Northwood Middlesex HA6 1BL

REPORT OF THE DIRECTORS

The directors present their report with the financial statements of the company for the year ended 31 March 1996.

PRINCIPAL ACTIVITY

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

DIRECTORS

The directors of the company in office during the year and their beneficial interests in the issued share capital were as follows:

<u>Name</u>	<u>Class of Capital</u>	<u>31. 3.96</u>	<u>1. 4.95</u>
W.S.C. Richards	Ordinary £1	2	2
D.H.Carter		-	-

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

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

In preparing this report, the directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

ON BEHALF OF THE BOARD:

Director 

Dated: 22nd October 1996

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF
MEDALMARK LIMITED

We have audited the financial statements on pages five to eleven 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.

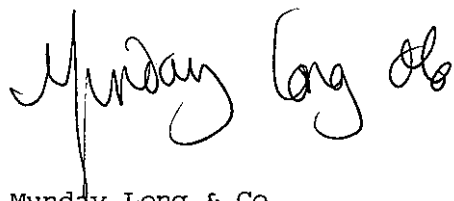
Basis of opinion

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

Except for the effects of providing for depreciation, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1996 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Munday Long & Co.
Registered Auditors
Certified Accountants
Alton House
66 High Street
Northwood
Middlesex

HA6 1BL

Dated: 22nd October 1996

REPORT OF THE AUDITORS TO THE DIRECTORS OF
MEDALMARK LIMITED
PURSUANT TO SECTION 248(3) OF THE COMPANIES ACT 1985

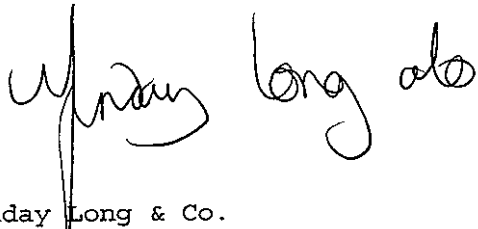
We have examined the financial statements of the company and each of its subsidiaries for the year ended 31 March 1996.

Basis of opinion

The scope of our work for the purpose of this report was limited to confirming that the company is entitled to exemption from preparing group financial statements.

Opinion

In our opinion the company is entitled to the exemption from preparing group financial statements conferred by Section 248 of the Companies Act 1985.

A handwritten signature in cursive script, appearing to read 'Munday Long & Co.', is written over the printed name of the firm.

Munday Long & Co.
Registered Auditors
Certified Accountants
Alton House
66 High Street
Northwood
Middlesex

HA6 1BL

Dated: 22nd October 1996

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 1996

		31. 3.96	31. 3.95
		-----	-----
	Notes	£	£
TURNOVER	2	18,448	19,813
Cost of Sales		13,363	14,360
		-----	-----
GROSS PROFIT		5,085	5,453
Administrative Expenses		(35,986)	44,420
		-----	-----
OPERATING PROFIT/(LOSS)	3	41,071	(38,967)
Interest Receivable	4	162	10
		-----	-----
		41,233	(38,957)
Interest Payable and Similar Charges		30,050	26,918
		-----	-----
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		11,183	(65,875)
Tax on Profit/(Loss) on Ordinary Activities		-	-
		-----	-----
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		11,183	(65,875)
Deficit brought forward		(75,619)	(9,744)
		-----	-----
DEFICIT CARRIED FORWARD		£(64,436)	£(75,619)
		=====	=====

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for the current year and the loss for the previous year.

The notes form part of these financial statements

MEDALMARK LIMITED

BALANCE SHEET
As at 31 March 1996

		31. 3.96		31. 3.95	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible Assets	5		-		184,687
Investments	6		109,349		109,349
			-----		-----
			109,349		294,036
CURRENT ASSETS:					
Debtors	7	446,032		204,531	
Cash at Bank		1,508		6,476	
		-----		-----	
		447,540		211,007	
CREDITORS: Amounts falling due within one year					
	8	387,849		77,186	
		-----		-----	
NET CURRENT ASSETS:					
			59,691		133,821
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES:					
			169,040		427,857
CREDITORS: Amounts falling due after more than one year					
	9		124,125		394,125
			-----		-----
			£44,915		£33,732
			=====		=====
CAPITAL AND RESERVES:					
Called Up Share Capital	12		4		4
Revaluation Reserve	13		109,347		109,347
Profit & Loss Account			(64,436)		(75,619)
			-----		-----
Shareholders' Funds	15		£44,915		£33,732
			=====		=====

In preparing these financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

.....
DIRECTOR

Approved by the Board on 22nd October 1996

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1996

1. ACCOUNTING POLICIES

Accounting Convention

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

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 services, excluding value added tax.

Tangible Fixed Assets

Depreciation has not been provided as required by SSAP 12.

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.

2. TURNOVER

The turnover and profit (1995 - loss) before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT/(LOSS)

The operating profit (1995 - operating loss) is stated after charging/(crediting):

	31. 3.96	31. 3.95
	£	£
(Profit)/Loss on Disposal of Fixed Assets	(41,525)	29,473
Auditors' Remuneration	765	878
	=====	=====
Directors' Emoluments	-	-
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1996

4. INTEREST RECEIVABLE

31. 3.96	31. 3.95
£	£
162	10
=====	=====

Deposit Account Interest

5. TANGIBLE FIXED ASSETS

Leasehold
Property-----
£

COST:

As at 1 April 1995

184,687

Additions

493

Disposals

(185,180)

As at 31 March 1996

-

NET BOOK VALUE:

As at 31 March 1996

-

As at 31 March 1995

=====
£184,687
=====

6. FIXED ASSET INVESTMENTS

£

COST:

As at 1 April 1995
and 31 March 1996

318,561

PROVISIONS:

As at 1 April 1995
and 31 March 1996

209,212

NET BOOK VALUE:

As at 31 March 1996

£109,349

As at 31 March 1995

£109,349

31. 3.96	31. 3.95
£	£
109,349	109,349
=====	=====

Unlisted investments

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1996

6. FIXED ASSET INVESTMENTS CONT'D...

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

Company -----	%age Holding -----	Country of Incorporation -----
Novelstyle Limited	100	England & Wales

7. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	31. 3.96 £	31. 3.95 £
Debtors	232,214	5,842
Loan Group Company	213,818	198,689
	-----	-----
	446,032	204,531
	=====	=====

8. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	31. 3.96 £	31. 3.95 £
Bank Loans and Overdrafts (See Note 10)	6,324	-
Creditors - Rents in Advance	7,158	4,051
Creditors & Accruals	10,954	8,635
Loan Associated Company	93,413	64,500
Bank Loan	270,000	-
	-----	-----
	387,849	77,186
	=====	=====

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

	31. 3.96 £	31. 3.95 £
Bank Loans (See Note 10)	55,000	325,000
Director's Loan Account	69,125	69,125
	-----	-----
	124,125	394,125
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1996

10. LOANS AND OVERDRAFTS

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

	31. 3.96 £	31. 3.95 £
Amounts falling due within one year or on demand:		
Bank Overdrafts	6,324 =====	- =====
Amounts falling due between one and two years:		
Bank Loans	55,000 =====	325,000 =====

11. SECURED DEBTS

The following secured debts are included within creditors:

	31. 3.96 £	31. 3.95 £
Bank Overdrafts	6,324	-
Bank Loans	55,000 -----	325,000 -----
	61,324 =====	325,000 =====

12. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal Value:	31. 3.96 £	31. 3.95 £
1,000	Ordinary	£1	1,000 =====	1,000 =====

Allotted, issued and fully paid:

Number:	Class:	Nominal Value:	31. 3.96 £	31. 3.95 £
4	Ordinary	£1	4 =====	4 =====

13. REVALUATION RESERVE

	31. 3.96 £	31. 3.95 £
Brought Forward	109,347	318,559
Amounts Written Off Investment	- -----	(209,212) -----
	109,347 =====	109,347 =====

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1996

14. TRANSACTIONS WITH DIRECTORS

W.S.C.Richards has a beneficial interest in the issued shares of Tarrakarn Ltd, the Company's rent collection agents the value of transactions during the year amounted to £1,226.

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31. 3.96	31. 3.95
	£	£
Profit/(Loss) for the Financial Year	11,183	(65,875)
Amounts written off investments	-	(209,212)
	-----	-----
NET ADDITION/(REDUCTION) TO SHAREHOLDERS' FUNDS	11,183	(275,087)
Opening Shareholders' Funds	33,732	308,819
	-----	-----
CLOSING SHAREHOLDERS' FUNDS	44,915	33,732
	=====	=====
Equity interests	44,915	33,732
	=====	=====