

Company Registration No. 2830597

**MULTICONTINENTAL DISTRIBUTION LIMITED**

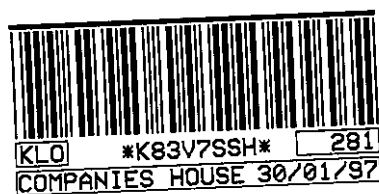
**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 1995**

**Edwards & Co.**  
Mitre House  
177 Regent Street  
London  
W1R 8BB

**Registered Office**  
3 New Burlington Street  
London  
Great Britain  
W1X 1FE

**3323HS-1995**



## MULTICONTINENTAL DISTRIBUTION LIMITED

### DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 1995

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The directors present their report and financial statements for the year ended 31 December 1995.

#### Principal Activities and Review of the Business

The principal activity of the company continued to be that of the provision of administrative support services.

#### Results and Dividends

The results for the year are set out on page 4.

It is proposed that the retained profit of Sfr 361,542 is transferred to reserves.

#### Fixed Assets

The significant changes in fixed assets during the year are explained in note 5 to the financial statements.

#### Directors

The following directors have held office during the year

A.J Weir	(Appointed 1 July 1996)
M.W. Denton	(Appointed 26 May 1995)
D.P Capelen	(Resigned 1 July 1996)
C.G.M De Carteret	
J.H.C Ingram	(Resigned 26 May 1995)
J.R. Beardsley	

The Directors had no interest in the issued share capital of the company.

#### Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Edwards & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

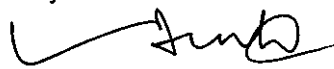
#### Directors' Responsibilities

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 judgements 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.

By order of the Board



M.W. Denton

Date .....29.1.97.....

PO Box 227, First Floor, Atlantic House,  
4-8 Circular Road, Douglas, Isle of Man IM99 1RZ  
Telephone 01624 663166 Facsimile 01624 612624

## **MULTICONTINENTAL DISTRIBUTION LIMITED**

### **AUDITORS' REPORT TO THE SHAREHOLDERS OF MULTICONTINENTAL DISTRIBUTION LIMITED**

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We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

#### **Respective responsibilities of directors and auditors**

As described on page 1 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, except that the scope of our work was limited as explained below. 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 other irregularity or error.

However, the evidence available to us was limited because we were unable to obtain independent confirmation of the bank accounts and related information and have relied solely on bank statements provided to us to confirm bank balances held by the company. There were no other satisfactory audit procedures that we could adopt to confirm that all bank transactions were properly recorded.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**MULTICONTINENTAL DISTRIBUTION LIMITED**

**AUDITORS' REPORT  
TO THE SHAREHOLDERS OF MULTICONTINENTAL DISTRIBUTION LIMITED**

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**Opinion**

Except for any adjustments or additional disclosures that may have been found to be necessary had we obtained independent confirmation of the bank balances, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In respect alone of the limitation on our audit work relating to the above, we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.

In all other respects, we have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

*Edwards & Co.*

**Edwards & Co.**

Chartered Accountants  
**Registered Auditor**

*29.1.97*  
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Mitre House  
177 Regent Street  
London  
W1R 8BB

**MULTICONTINENTAL DISTRIBUTION LIMITED**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 1995**

	Notes	1995 Sfr	1994 Sfr
Turnover	2	500,825	190,643
Administrative expenses		(15,323)	(20,815)
<b>Profit on ordinary activities before taxation</b>		<u>485,502</u>	<u>169,828</u>
Tax on profit on ordinary activities	4	(123,960)	(46,538)
<b>Profit on ordinary activities after taxation</b>	9	<u><u>361,542</u></u>	<u><u>123,290</u></u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

**MULTICONTINENTAL DISTRIBUTION LIMITED**

**BALANCE SHEET  
AS AT 31 DECEMBER 1995**

	Notes	1995 Sfr	Sfr	1994 Sfr	Sfr
<b>Fixed Assets</b>					
Investments	5		36		36
<b>Current Assets</b>					
Debtors	6	659,615		169,792	
Cash at bank and in hand		2,257		2,257	
		<u>661,872</u>		<u>172,049</u>	
<b>Creditors: amounts falling due within one year</b>	7	<u>(174,821)</u>		<u>(46,538)</u>	
<b>Net Current Assets</b>			487,051		125,511
<b>Total Assets Less Current Liabilities</b>			<u>487,087</u>		<u>125,547</u>
<b>Capital and Reserves</b>					
Called up share capital	8		2,257		2,257
Profit and loss account	9		484,830		123,290
<b>Shareholders' Funds - equity interests</b>	10		<u>487,087</u>		<u>125,547</u>

The financial statements were approved by the Board on .....29.1.97



M.W. Denton  
Director

# MULTICONTINENTAL DISTRIBUTION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1995

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### 1 Accounting Policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

#### 1.3 Foreign currency translation

The company's accounting records are maintained in Swiss Francs.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Current assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

#### 1.4 Cash Flow

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

### 2 Turnover

Turnover represents the company's share of the partnership profits.

### 3 Operating Profit

1995

1994

Sfr

Sfr

Operating profit is stated after charging:

Auditors' remuneration

2,000

410

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### 4 Taxation

1995

1994

Sfr

Sfr

U.K. Current year taxation

U.K. Corporation tax at 25% (1994 - 25%)

123,960

46,538

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# MULTICONTINENTAL DISTRIBUTION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1995

### 5 Fixed Asset Investments

	Unlisted investments
Cost	Sfr
At 1 January 1995 & at 31 December 1995	36
At 31 December 1994	36

The investment comprises a 5% share in the Chrono Trade Group and is stated at cost. The directors believe that the current value is at least equal to and not less than its original cost.

6 Debtors	1995 Sfr	1994 Sfr
Trade debtors	659,615	169,792

7 Creditors: amounts falling due within one year	1995 Sfr	1994 Sfr
Corporation tax	170,498	46,538
Other creditors	4,323	-
	174,821	46,538

### 8 Share Capital

The authorised share capital of the Company comprises 10000 ordinary £1 shares of which 1000 have been issued and are fully paid up (1994 - 1000)



# MULTICONTINENTAL DISTRIBUTION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1995

### 9 Statement of Movements on Profit and Loss Account

	Profit and loss account Sfr
Balance at 1 January 1995	123,288
Retained profit for the year	361,542
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Balance at 31 December 1995	484,830
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### 10 Reconciliation of Movements in Shareholders' Funds

	1995 Sfr	1994 Sfr
Profit for the financial year	361,542	123,290
Proceeds from issue of shares	-	2,257
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Net addition to shareholders' funds	361,542	125,547
Opening shareholders' funds	125,547	-
	<hr/>	<hr/>
Closing shareholders' funds	487,087	125,547
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### 11 Contingent liabilities

There were no known contingent liabilities as at the balance sheet date.

### 12 Capital Commitments

There were no major capital commitments as at the balance sheet date.

### 13 Employees

#### Number of employees

There were no employees during the year apart from the directors