

# **INTERMEDIATION GROUP LIMITED**

**Company No. 3245756**

## **FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31ST DECEMBER 1998**



# **Intermediation Group Limited**

## **Company Information**

### **Directors**

Mr P.D. Ashdown-Barr  
Mr J.D. Gunner  
Mr K. Brown

### **Secretary**

Mr J.D. Gunner

### **Registered Office**

128 Cheapside  
London  
EC2V 6BT

# Intermediation Group Limited

## Report of the Directors

The directors have pleasure in presenting their report and financial statements for the year ended 31st December 1998.

### Principal activity and business review

The principal activity of the company throughout the year was that of the provision of dispute resolution consultancy.

### Results and dividend

The results for the year are set out on page 2.

The directors do not recommend the payment of a dividend as the funds of the company are fully employed.

### Directors and their interests

The directors who served the company throughout the year together with their interests (including family interests) in the shares of the company, at the beginning and end of the year, were as follows:

	Ordinary shares of £1 each	
	31st December 1998	31st December 1997
Mr P.D. Ashdown-Barr	1,000	1,000
Mr J.D. Gunner	-	-
Mr K. Brown	-	-

### The Year 2000

Assuring the ongoing operation of our business and computer systems into the next millennium is a key focus of the directors. A comprehensive review of all the systems has been carried out to ensure that:

- (1) all business and computer systems will correctly process future dates; and
- (2) our trading relationships with suppliers and customers will continue to operate without disruption.

The total estimated costs of these reviews have not been quantified, but are not expected to be material.

### Exemption statement

The directors have decided to take advantage of the provisions of section 249A of the Companies Act 1985 and therefore an audit has not been carried out for the year under review.

### Small company rules

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By Order of the Board

.....  
Mr P.D. Ashdown-Barr  
Director

128 Cheapside  
London  
EC2V 6BT

Date:

**Intermediation Group Limited**  
**Profit and Loss Account**  
**For the year ended 31st December 1998**

	Note	1998 £	1997 £
Administrative expenses		<u>(9,543)</u>	<u>(11,436)</u>
(Loss) on ordinary activities before taxation		(9,543)	(11,436)
Taxation		<u>-</u>	<u>-</u>
Retained (loss) transferred from reserves	6	<u><u>(9,543)</u></u>	<u><u>(11,436)</u></u>

All amounts relate to continuing activities.

There are no recognised gains or losses in the year other than the loss for the year.

# Intermediation Group Limited

## Balance Sheet at 31st December 1998

	Note	1998 £	1998 £	1997 £	1997 £
<b>Fixed Assets</b>					
Investments	2		99		99
<b>Current Assets</b>					
Debtors	4	2,866		1,360	
Creditors: Amounts falling due within one year	5	<u>(22,944)</u>		<u>(11,895)</u>	
<b>Net Current Liabilities</b>			<u>(20,078)</u>		<u>(10,535)</u>
			<u>(19,979)</u>		<u>(10,436)</u>
<b>Capital and Reserves</b>					
Called up share capital	6		1,000		1,000
Profit and loss account - equitable interest	6		<u>(20,979)</u>		<u>(11,436)</u>
<b>Shareholders' Funds</b>			<u>(19,979)</u>		<u>(10,436)</u>

The directors confirm that:

- (a) for the year under review the company was entitled to exemption under subsection (1) of Section 249A of the Companies Act 1985;
- (b) no notice has been deposited under Section 249B(2) in relation to its accounts for the financial year; and
- (c) they acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221, and
  - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss account for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on ..... 27-10-99

.....  
Mr P.D. Ashdown-Barr  
Director

# Intermediation Group Limited

## Notes to the Financial Statements

### For the year ended 31st December 1998

#### 1 Principal Accounting Policies

##### Accounting basis and standards

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

##### Group accounts

It is the policy of the company to take advantage of the exemptions conferred by section 248 of the Companies Act 1985 from preparing group accounts.

##### Investments

Investments are included at cost. Profits or losses arising from disposals of fixed asset investments are treated as part of the result from ordinary activities.

##### Deferred taxation

Deferred tax is accounted for under the liability method in respect of the taxation effects of all timing differences which are expected to reverse in the future, calculated at the rate at which it is estimated that tax will be payable.

##### Research and development

Research and development expenditure is written off in the year in which it is incurred.

Development expenditure incurred on an individual project is carried forward when its future recoverability can be foreseen with reasonable assurance. Any expenditure carried forward is amortised in line with the sales from the related project.

#### 2 Investments

##### Cost

At 31st December 1997 and  
at 31st December 1998

Shares in Group  
Undertakings  
£

99

##### Net Book Value

At 31st December 1998

99

At 31st December 1997

99

#### 3 Principal Fixed Asset Investments

The company holds more than 10% of the share capital of the following:

Name	Country of Incorporation	Class of share	Proportion held	Nature of business
<i>Principal subsidiary undertakings:</i>				
Intermediation Limited	England	Ordinary	99%	Consultants

Financial Information summary - subsidiary undertakings:

	Aggregate capital and reserves at last accounting date £	Loss for the last financial year £
Intermediation Limited	2	(8,893)

**Intermediation Group Limited**  
**Notes to the Financial Statements**  
**For the year ended 31st December 1998 (continued)**

<b>4 Debtors</b>		<b>1998</b>	<b>1997</b>
		<b>£</b>	<b>£</b>
Other debtors		<u>2,866</u>	<u>1,360</u>
<b>5 Creditors: Amounts Falling Due Within One Year</b>		<b>1998</b>	<b>1997</b>
		<b>£</b>	<b>£</b>
Other creditors		22,344	11,295
Accruals and deferred income		<u>600</u>	<u>600</u>
		<u>22,944</u>	<u>11,895</u>
<b>6 Shareholders' Funds</b>	<b>Profit and Loss Account</b>	<b>Share Capital</b>	<b>Total</b>
<b>1998</b>	<b>£</b>	<b>£</b>	<b>£</b>
At 1st January 1998	(11,436)	1,000	(10,436)
Loss for the year	<u>(9,543)</u>	-	<u>(9,543)</u>
At 31st December 1998	<u>(20,979)</u>	<u>1,000</u>	<u>(19,979)</u>
<b>1997</b>	<b>£</b>	<b>£</b>	<b>£</b>
On incorporation	-	1,000	1,000
Loss for the period	<u>(11,436)</u>	-	<u>(11,436)</u>
At 31st December 1997	<u>(11,436)</u>	<u>1,000</u>	<u>(10,436)</u>
The share capital comprises:			
		<b>1998</b>	<b>1997</b>
		<b>£</b>	<b>£</b>
Authorised:			
5,000 Ordinary shares of £1 each		<u>5,000</u>	<u>5,000</u>
Called up, allotted and fully paid			
1,000 Ordinary shares of £1 each		<u>1,000</u>	<u>1,000</u>

**7 Controlling Party and Related Party Transactions**

The company is controlled by Mr P.D. Ashdown-Barr by virtue of his shareholding. Included in other creditors is £22,944 (1997 - £11,295) owed to Mr P.D. Ashdown-Barr.

# **Intermediation Group Limited**

**Management Information**

**based on the**

**Financial Statements**

**For the year ended**

**31st December 1998**



**Intermediation Group Limited**  
**Trading and Profit and Loss Account**  
**For the year ended 31st December 1998**

	1998 £	1997 £
Administrative expenses	<u>(9,543)</u>	<u>(11,436)</u>
Operating (Loss)	<u><u>(9,543)</u></u>	<u><u>(11,436)</u></u>