

**REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1999
FOR
MONITORALL LIMITED**



MONITORALL LIMITED

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for the Year Ended 31 December 1999**

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MONITORALL LIMITED

COMPANY INFORMATION

for the Year Ended 31 December 1999

DIRECTOR:	I J Baines
SECRETARY:	M.A.Taylor
REGISTERED OFFICE:	52 New Inn Hall Street Oxford OX1 2QD
REGISTERED NUMBER:	3287319 (England and Wales)
ACCOUNTANTS:	Bronsens Chartered Accountants 26 Beaumont Street Oxford OX1 2NP
BANKERS:	Barclays Bank Plc Oxford City Centre PO Box 333 Oxford OX1 3HS
SOLICITORS:	Darbys Mallam Lewis 52 New Inn Hall Street Oxford OX1 2QD

MONITORALL LIMITED

REPORT OF THE DIRECTOR for the Year Ended 31 December 1999

The director presents his report with the financial statements of the company for the year ended 31 December 1999.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of raising loan finance.

DIRECTOR

I J Baines was the sole director during the year under review.

The director holding office at 31 December 1999 did not hold any beneficial interest in the issued share capital of the company at 1 January 1999 or 31 December 1999.

ISSUE OF SHARES

A further 98 shares were issued during the year. The full authorised share capital has now been issued.

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:



M. Taylor - SECRETARY

Dated: 31 January 2002

MONITORALL LIMITED

PROFIT AND LOSS ACCOUNT

for the Year Ended 31 December 1999

		Year Ended 31.12.99	Period 3.12.96 to 31.12.98
	Notes	£	£
TURNOVER		-	-
Administrative expenses		15,827	3,397
OPERATING LOSS	2	(15,827)	(3,397)
Interest payable and similar charges		2,888	276
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(18,715)	(3,673)
Tax on loss on ordinary activities	3	-	-
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		(18,715)	(3,673)
Deficit brought forward		(3,673)	-
DEFICIT CARRIED FORWARD		<u>£(22,388)</u>	<u>£(3,673)</u>

The notes form part of these financial statements

MONITORALL LIMITED

BALANCE SHEET
31 December 1999

		31.12.99		31.12.98	
	Notes	£	£	£	£
FIXED ASSETS:					
Investments	4		48,876		-
CURRENT ASSETS:					
Debtors	5	-		22,000	
Cash at bank		12,993		7,740	
		<u>12,993</u>		<u>29,740</u>	
CREDITORS: Amounts falling due within one year	6	<u>84,157</u>		<u>33,411</u>	
NET CURRENT LIABILITIES:			(71,164)		(3,671)
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£(22,288)</u>		<u>£(3,671)</u>
CAPITAL AND RESERVES:					
Called up share capital	7		100		2
Profit and loss account			(22,388)		(3,673)
SHAREHOLDERS' FUNDS:			<u>£(22,288)</u>		<u>£(3,671)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 1999.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- 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 Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

ON BEHALF OF THE BOARD:

I J Baines

I J Baines - DIRECTOR

Approved by the Board on 31 January 2002

The notes form part of these financial statements

MONITORALL LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 December 1999

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

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 director, there is reasonable probability that the liability will not arise in the foreseeable future.

Consolidated accounts

The company and the subsidiary comprises small group. Therefore, the company is taken advantage of the Section 248 Companies Act 1985 exemption available to small groups not to prepare consolidated accounts. The financial statement present information about the company as an individual undertaking and not about its group.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into the profit and loss account for the year.

Going Concern

These accounts have been prepared on a going concern basis on the grounds that loan lenders as shown per note 6 to the accounts will not seek repayment of their loans whilst the company has a net deficiency of assets. These are three separate loan creditors who own a third of the company share capital each.

2. OPERATING LOSS

The operating loss is stated after charging:

	Year Ended 31.12.99 £	Period 3.12.96 to 31.12.98 £
Director's emoluments and other benefits etc	- =	- =

Provision for diminution in value of investments in subsidiary company is £12,141.

3. TAXATION

No liability to UK corporation tax arose on ordinary activities for the year ended 31 December 1999 nor for the period ended 31 December 1998.

MONITORALL LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 December 1999

4. FIXED ASSET INVESTMENTS

	£
COST:	
Additions	61,017
At 31 December 1999	61,017
PROVISIONS:	
Provision during year	12,141
At 31 December 1999	12,141
NET BOOK VALUE:	
At 31 December 1999	48,876

	31.12.99	31.12.98
	£	£
Unlisted investments	48,876	-

Monitorall Italia S.R.L. is a wholly owned subsidiary based in Italy. Share capital is 100% held. Aggregate capital and reserves on the subsidiary was £48,876 and loss for the year on the subsidiary was £12,141.

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.99	31.12.98
	£	£
Amounts owed by Monitorall Italia SRL	-	22,000
	-	22,000

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.99	31.12.98
	£	£
Trade creditors	-	3,149
Subsidiary Monitorall Italia SRL	21,811	-
Other loans payable < 1 year	58,900	29,986
Accrued expenses	3,446	276
	84,157	33,411

Loans have been made by all three stakeholders and 7% per annum interest charged on the outstanding amounts. No loans are repayable in full whilst a net deficiency of assets remains.

MONITORALL LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 December 1999

7. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.12.99 £	31.12.98 £
100	Ordinary shares class 1	£1	<u>100</u>	<u>100</u>

Allotted and issued:

Number:	Class:	Nominal value:	31.12.99 £	31.12.98 £
100	Ordinary shares issued	£1	<u>100</u>	<u>2</u>