

MELANDRA LIMITED
DIRECTORS' REPORT AND ACCOUNTS
for the year ended
30th June 2002

Company Registration Number 04027040



MITCHELL CHARLESWORTH
Chartered Accountants
Manchester

MELANDRA LIMITED

Accounts

Year ended 30th June 2002

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The following pages do not form part of the accounts

Accountants' report to the directors

Detailed profit and loss account

MELANDRA LIMITED

Officers and Professional Advisers

The board of directors

Mr D J Crowther
Mr P J Crowther
Mr H Dickson

Company secretary

Mr D J Crowther

Registered office

5 Homer Drive
Marple Bridge
Stockport
Cheshire
SK6 5DR

Accountants

Mitchell Charlesworth
Chartered Accountants
Brazennose House West
Brazennose Street
Manchester
M2 5FE

Bankers

National Westminster Bank plc
PO Box 305
Spring Gardens
Manchester
M60 2DB

MELANDRA LIMITED

The Directors' Report

Year ended 30th June 2002

The directors present their report and the unaudited accounts of the company for the year ended 30th June 2002.

Principal activities

The principal activity of the company during the year was that of intermediaries.

The directors and their interests in shares of the company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

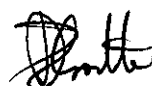
	Ordinary Shares of £0.10 each	
	At 30 June 2002	At 1 July 2001
Mr D J Crowther	2,880	2,880
Mr P J Crowther	2,880	2,880
Mr H Dickson	334	334

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
5 Homer Drive
Marple Bridge
Stockport
Cheshire
SK6 5DR

Signed by order of the directors



Mr D J Crowther
Company Secretary

Approved by the directors on 6/3/03

MELANDRA LIMITED

Profit and Loss Account

Year ended 30th June 2002

	Note	2002 £	2001 £
Turnover		353	—
Cost of sales		<u>1</u>	<u>1</u>
Gross profit/(loss)		352	(1)
Administrative expenses		95,223	132,152
Other operating income		<u>(1,973)</u>	<u>(300)</u>
Operating loss	2	(92,898)	(131,853)
Interest receivable	3	1,639	3,730
Loss on ordinary activities before taxation		(91,259)	(128,123)
Tax on loss on ordinary activities		—	—
Loss for the financial year		<u>(91,259)</u>	<u>(128,123)</u>

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

The notes on pages 5 to 7 form part of these accounts.

MELANDRA LIMITED

Balance Sheet

30th June 2002

	Note	2002 £	£	2001 £	£
Fixed assets					
Tangible assets	4		5,974		10,630
Current assets					
Stocks		547		259	
Debtors	5	1,228		1,638	
Cash at bank and in hand		3,643		97,753	
		<u>5,418</u>		<u>99,650</u>	
Creditors: Amounts falling due within one year	6	<u>1,033</u>		<u>8,662</u>	
Net current assets			<u>4,385</u>		<u>90,988</u>
Total assets less current liabilities			<u>10,359</u>		<u>101,618</u>
Capital and reserves					
Called-up equity share capital	7		683		683
Share premium account			229,058		229,058
Profit and Loss Account	8		(219,382)		(128,123)
Shareholders' funds	9		<u>10,359</u>		<u>101,618</u>

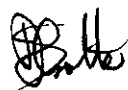
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- 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 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 for small companies under Part VII of the Companies Act 1985.

These accounts were approved by the directors on the 6/3/03 and are signed on their behalf by:



Mr D J Crowther

The notes on pages 5 to 7 form part of these accounts.

MELANDRA LIMITED

Notes to the Accounts

Year ended 30th June 2002

1. Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the accounts on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Web Site	-	33.3% Straight line
Equipment & Software	-	33.3% Straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 account in arriving at the operating profit.

2. Operating loss

Operating loss is stated after charging:

	2002	2001
	£	£
Directors' emoluments	20,016	50,960
Staff pension contributions	3,069	767
Depreciation	5,184	5,308
Operating lease costs:		
Land and buildings	7,264	7,770
Net loss on foreign currency translation	-	12

MELANDRA LIMITED

Notes to the Accounts

Year ended 30th June 2002

3. Interest receivable

	2002 £	2001 £
Bank interest receivable	<u>1,639</u>	<u>3,730</u>

4. Tangible fixed assets

	Web Site £	Equipment & Software £	Total £
Cost			
At 1st July 2001	4,242	11,696	15,938
Additions	–	2,241	2,241
Disposals	–	(2,629)	(2,629)
At 30th June 2002	<u>4,242</u>	<u>11,308</u>	<u>15,550</u>
Depreciation			
At 1st July 2001	1,413	3,895	5,308
Charge for the year	1,414	3,770	5,184
On disposals	–	(916)	(916)
At 30th June 2002	<u>2,827</u>	<u>6,749</u>	<u>9,576</u>
Net book value			
At 30th June 2002	<u>1,415</u>	<u>4,559</u>	<u>5,974</u>
At 30th June 2001	<u>2,829</u>	<u>7,801</u>	<u>10,630</u>

5. Debtors

	2002 £	2001 £
Trade debtors	414	–
Other debtors	814	1,638
	<u>1,228</u>	<u>1,638</u>

6. Creditors: Amounts falling due within one year

	2002 £	2001 £
Trade creditors	283	7,576
Other creditors	750	1,086
	<u>1,033</u>	<u>8,662</u>

MELANDRA LIMITED

Notes to the Accounts

Year ended 30th June 2002

7. Share capital

Authorised share capital:

	2002 £	2001 £
100,000 Ordinary shares of £0.10 each	<u>10,000</u>	<u>10,000</u>

Allotted, called up and fully paid:

	2002 £	2001 £
Ordinary share capital	683	—
Issue of ordinary shares	<u>—</u>	<u>683</u>
	<u>683</u>	<u>683</u>

8. Profit and loss account

	2002 £	2001 £
Balance brought forward	(128,123)	—
Loss for the financial year	<u>(91,259)</u>	<u>(128,123)</u>
Balance carried forward	<u>(219,382)</u>	<u>(128,123)</u>

9. Reconciliation of movements in shareholders' funds

	2002 £	£	2001 £	£
Loss for the financial year		(91,259)		(128,123)
New equity share capital subscribed	—		683	
Premium on new share capital subscribed	—		<u>229,058</u>	
		—		<u>229,741</u>
Net (reduction)/addition to funds		<u>(91,259)</u>		<u>101,618</u>
Opening shareholders' equity funds		101,618		—
Closing shareholders' equity funds		<u>10,359</u>		<u>101,618</u>