

**REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD 9 MARCH 2005 TO 31 DECEMBER 2005
FOR
THE MILITARY AND HOSPITALLER ORDER OF
SAINT LAZARUS OF JERUSALEM
(INTERNATIONAL)**



Moore Stephens
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12 - 13 Alma Square
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**THE MILITARY AND HOSPITALLER ORDER OF
SAINT LAZARUS OF JERUSALEM
(INTERNATIONAL)**

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for the period 9 March 2005 to 31 December 2005**

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**THE MILITARY AND HOSPITALLER ORDER OF
SAINT LAZARUS OF JERUSALEM
(INTERNATIONAL)**

COMPANY INFORMATION

for the period 9 March 2005 to 31 December 2005

DIRECTORS:

F de Borbon y Escasany
D James
R De Graaf
R H M Hendriks
G G Fosberry

SECRETARY:

Mrs. A V James

REGISTERED OFFICE:

12 - 13 Alma Square
Scarborough
North Yorkshire
YO11 1JU

REGISTERED NUMBER:

5387048 (England and Wales)

ACCOUNTANTS:

Moore Stephens
Chartered Accountants
12 - 13 Alma Square
Scarborough
North Yorkshire
YO11 1JU

**THE MILITARY AND HOSPITALLER ORDER OF
SAINT LAZARUS OF JERUSALEM
(INTERNATIONAL)**

**REPORT OF THE DIRECTORS
for the period 9 March 2005 to 31 December 2005**

The directors present their report with the financial statements of the company for the period 9 March 2005 to 31 December 2005.

INCORPORATION

The company was incorporated on 9 March 2005 and commenced trading on the same date.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of the provision of support services to the members of an international Christian chivalric charitable Order.

DIRECTORS

The directors during the period under review were:

F de Borbon y Escasany	- appointed 9.3.05
D James	- appointed 9.3.05
R De Graaf	- appointed 9.3.05
R H M Hendriks	- appointed 9.3.05
G G Fosberry	- appointed 10.3.05

All the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

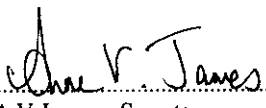
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the income and expenditure of the company for that period. In preparing those financial statements, the directors are required to

- 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.

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:


.....
Mrs. A V James - Secretary

Date:26 September 2006.....

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
THE MILITARY AND HOSPITALLER ORDER OF
SAINT LAZARUS OF JERUSALEM
(INTERNATIONAL)**

In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the period ended 31 December 2005 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

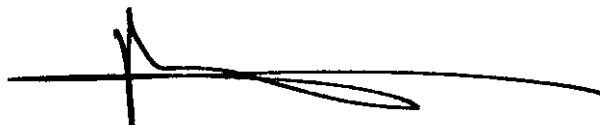
This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England & Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet as at 31 December 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the period.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Moore Stephens
Chartered Accountants
12 - 13 Alma Square
Scarborough
North Yorkshire
YO11 1JU



Date: 29th September 2006

**THE MILITARY AND HOSPITALLER ORDER OF
SAINT LAZARUS OF JERUSALEM
(INTERNATIONAL)**

**INCOME AND EXPENDITURE ACCOUNT
for the period 9 March 2005 to 31 December 2005**

	£	£
Income		
Sales of Insignia	53,289	
Membership fees	25,070	
Donations	10,000	
Deposit account interest	<u>1,072</u>	
		89,431
Expenditure		
Purchases	42,835	
Printing and stationery	6,181	
General expenses	2,346	
Insurance	1,112	
Postage and phone	2,180	
Sundry expenses	395	
Travel and meeting costs	24,469	
Accountancy	2,350	
Bank charges	185	
Legal and professional fees	10,280	
Depreciation of tangible fixed assets	<u>375</u>	
		<u>92,708</u>
EXCESS OF EXPENDITURE OVER INCOME		<u><u>(3,277)</u></u>

**THE MILITARY AND HOSPITALLER ORDER OF
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**BALANCE SHEET
31 December 2005**

	Notes	£	£
FIXED ASSETS			
Tangible assets	4		1,500
CURRENT ASSETS			
Stocks		39,547	
Debtors	5	17,121	
Cash at bank		<u>42,203</u>	
		98,871	
CREDITORS			
Amounts falling due within one year	6	<u>11,818</u>	
NET CURRENT ASSETS			<u>87,053</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			88,553
CREDITORS			
Amounts falling due after more than one year	7		<u>91,830</u>
NET LIABILITIES			<u>(3,277)</u>
RESERVES			
Income and expenditure account	8		<u>(3,277)</u>
			<u>(3,277)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ended 31 December 2005.


The members have not required the company to obtain an audit of its financial statements for the period ended 31 December 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) 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 income and expenditure 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 January 2005).

The financial statements were approved by the Board of Directors on 26 September 2006 and were signed on its behalf by:


D James - Director

**THE MILITARY AND HOSPITALLER ORDER OF
SAINT LAZARUS OF JERUSALEM
(INTERNATIONAL)**

**NOTES TO THE FINANCIAL STATEMENTS
for the period 9 March 2005 to 31 December 2005**

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 January 2005).

Income

Income represents membership fees, donations and interest receivable together with goods supplied, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 20% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value.

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 average rate of exchange ruling during the period. Exchange differences are taken into account in arriving at the operating result.

2. OPERATING DEFICIT

The operating deficit is stated after charging:

	£
Depreciation - owned assets	<u>375</u>
Directors' emoluments and other benefits etc	<u>-</u>

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the period.

4. TANGIBLE FIXED ASSETS

	Computer equipment £
COST	
Additions	<u>1,875</u>
At 31 December 2005	<u>1,875</u>
DEPRECIATION	
Charge for period	<u>375</u>
At 31 December 2005	<u>375</u>
NET BOOK VALUE	
At 31 December 2005	<u>1,500</u>

**THE MILITARY AND HOSPITALLER ORDER OF
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**NOTES TO THE FINANCIAL STATEMENTS - continued
for the period 9 March 2005 to 31 December 2005**

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade debtors	6,079
Other debtors	<u>11,042</u>
	<u>17,121</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Other creditors	<u>11,818</u>

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

	£
Other creditors	<u>91,830</u>

Amounts falling due in more than five years:

Repayable otherwise than by instalments	
Other loans more 5yrs non-inst	<u>91,830</u>

8. RESERVES

	Income and expenditure account £
Deficit for the period	<u>(3,277)</u>
At 31 December 2005	<u>(3,277)</u>