

NOTIONGATE LTD

FINANCIAL ACCOUNTS FOR THE
YEAR ENDED 5TH MAY 1998

MUJTABA & COMPANY
CHARTERED, CERTIFIED ACCOUNTANTS



NOTIONGATE LTD

DIRECTORS:

H S Shokar
G K Shokar
A S Shokar
K S Shokar

SECRETARY:

H S Shokar

REGISTERED OFFICE:

128 Brampton Road
Bexleyheath
Kent DA7 4SU

REGISTERED NUMBER:

1689803

BANKERS:

The Royal Bank of Scotland plc
1/2 Copperfields Shopping Centre
Spital Street
Dartford
Kent DA1 2DE

SOLICITORS:

Clark Levy & Co
6 Manor Road
Gravesend
Kent DA12 1AA

AUDITORS:

Mujtaba & Company
Chartered, Certified Accountants
'The Old Vicarage'
Hartsdown Road
Westbrook
Margate, Kent CT9 5QP

NOTIONGATE LTD
FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 5TH MAY 1998

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The following page does not form part of the Statutory Accounts

Appendix

1. Trading and Profit and Loss Account

NOTIONGATE LTD
REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 5TH MAY 1998

The directors present their annual report with the accounts of the company for the year ended 5th May 1998.

PRINCIPAL ACTIVITY

The company is looking for a new business. In the meantime rental income is received.

REVIEW OF BUSINESS

A summary of the results for the is given on page 4 of the accounts. The directors consider the state of affairs to be satisfactory.

DIVIDENDS

The directors do not recommend the payment of a dividend.

FIXED ASSETS

In the opinion of the directors, the open market value of the company's Freehold Land and Buildings is in excess of that shown in the accounts. In the absence of any valuation, it is not quantified.

DIRECTORS

The directors in office in the and their beneficial interests in the company's issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	<u>1998</u>	<u>1997</u>
H S Shokar	12	12
G K Shokar	1	1
A S Shokar	43	43
K S Shokar	43	43

Signed on behalf of the
board of directors



H S Shokar
Secretary

14th December 1998


NOTIONGATE LTDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial accounts 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 accounts 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 accounts 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 accounts 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.

14th December 1998



H S Shokar
Director
On behalf of the Board

AUDITORS' REPORT TO THE SHAREHOLDERS OF
NOTIONGATE LTD

We have audited the financial accounts on pages 4 to 7b which have been prepared under the historical cost convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

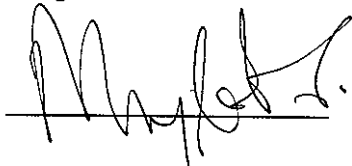
BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial accounts, 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 accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial accounts.

OPINION

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 5th May 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



MUJTABA & COMPANY
Registered Auditors
Chartered, Certified Accountants
'The Old Vicarage'
Hartsdown Road
Westbrook
Margate, Kent CT9 5QP

14th December 1998

NOTIONGATE LTD

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 5TH MAY 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
	£	£	£
Net Operating Expenses			
Administrative Expenses	21,029	53,606	
Other Operating Income	(47,670)	(44,845)	
		<u>(26,641)</u>	<u>8,761</u>
<u>OPERATING PROFIT/(LOSS)</u>		26,641	(8,761)
Income from Investments		<u>21,913</u>	<u>17,966</u>
<u>PROFIT ON ORDINARY ACTIVITIES</u>			
<u>BEFORE INTEREST</u>		48,554	9,205
<u>PROFIT ON ORDINARY ACTIVITIES</u>			
<u>BEFORE TAXATION</u>		48,554	9,205
Tax on Ordinary Activities		<u>8,671</u>	<u>5,350</u>
<u>PROFIT ON ORDINARY ACTIVITIES</u>			
<u>AFTER TAXATION</u>		<u>£ 39,883</u>	<u>£ 3,855</u>
<u>STATEMENT OF RETAINED EARNINGS</u>			
Retained Profit Brought Forward		356,919	353,066
Retained Profit for the Year		<u>39,883</u>	<u>3,855</u>
<u>RETAINED PROFIT CARRIED FORWARD</u>		<u>£ 396,802</u>	<u>£ 356,921</u>

None of the company's activities were acquired or discontinued during the above two financial years.

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

NOTIONGATE LTD

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 5TH MAY 1998

	<u>1998</u>	<u>1997</u>
	£	as restated £
Profit for the financial year	39,883	3,855
Unrealised surplus on revaluation of Fixed Assets	0	0
Realised (loss)/gain on Trade Investment	(5,000)	0
	<hr/>	<hr/>
Currency translation differences on foreign currency net investments	(5,000)	0
	<hr/>	<hr/>
Total recognised gains and losses relating to the year	(5,000)	0
Prior year adjustment	0	<hr/>
	<hr/>	
Total gains and losses recognised since last annual report	(5,000)	
	<hr/>	

NOTIONGATE LTDBALANCE SHEET
AS AT 5TH MAY 1998

	<u>Notes</u>	£	<u>1998</u> £	£	<u>1997</u> £
FIXED ASSETS					
Tangible Assets	12		528,879		594,439
CURRENT ASSETS					
Debtors	14	4,637		161	
Investments	15	245,000		185,000	
Cash at Bank and in Hand		124,346		48,395	
		373,983		233,556	
CREDITORS : Amounts Falling					
Due within One Year	16	(208,022)		(137,993)	
NET CURRENT ASSETS			165,961		95,563
TOTAL ASSETS LESS CURRENT LIABILITIES			694,840		690,002
CREDITORS : Amounts Falling					
Due After more than One Year	25		168,253		203,296
			£ 526,587		£ 486,706
CAPITAL AND RESERVES					
Share Capital			99		99
Revaluation Reserve			129,686		129,686
Profit and Loss Account			396,802		356,921
<u>TOTAL SHAREHOLDERS' FUNDS</u>			£ 526,587		£ 486,706

Signed on behalf of the
board of directors


H S Shokar
Director

Approved by the board: 14th December 1998

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

**** note 1 - Accounting Policies ******1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention as modified to incorporate the revaluation of certain fixed assets.

Tangible Fixed Assets

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

Motor Vehicles 20% on wdv

No depreciation is provided on freehold land as the directors consider the value to be higher than book value.

**** note 12 - Tangible Fixed Assets ******12. TANGIBLE FIXED ASSETS**

	Motor Vehicles	Property	TOTAL
COST OR VALUATION	£	£	£
At 6th May 1997	3,500	591,639	595,139
Disposals in the	-	(65,000)	(65,000)
At 5th May 1998	3,500	526,639	530,139
DEPRECIATION			
At 6th May 1997	700	-	700
Charge for the	560	-	560
At 5th May 1998	1,260	-	1,260
NET BOOK VALUE			
At 5th May 1998	2,240	526,639	528,879
At 5th May 1997	2,800	591,639	594,439

Bank loans are secured by a charge on the freehold properties.

** note 14 - Debtors **

14. DEBTORS

	<u>1998</u>	<u>1997</u>
	£	£
Amounts due within one year:		
Trade Debtors	3,675	-
Prepayments	883	-
Value Added Tax	79	161
	<u>4,637</u>	<u>161</u>

** note 15 - Current Asset Investments **

15. CURRENT ASSET INVESTMENTS

	<u>1998</u>	<u>1997</u>
	£	£
Other Investments Bridge Cross	<u>245,000</u>	<u>185,000</u>

** note 16 - Creditors **

** Amounts falling due within one year **

16. CREDITORS: Amounts falling
Due within One Year

	<u>1998</u>	<u>1997</u>
	£	£
Trade Creditors	-	32
Other Creditors:		
Other Creditors	198,778	129,135
Accruals	9,244	8,826
	<u>208,022</u>	<u>137,993</u>

** note 25 - Creditors **

** Amounts falling due after more than one year **

25. CREDITORS: Amounts Falling
Due After more than One Year

	<u>1998</u>	<u>1997</u>
	£	£
Bank Loan Account	75,357	80,579
Bank Loan Account	84,249	90,030
Director's Undrawn Salary	-	30,000
Corporation Tax	8,647	2,687
	<u>168,253</u>	<u>203,296</u>

Bank loans are secured on the freehold properties and is payable by regular quarterly repayments.