

**MONTEAGLE FINANCIAL SERVICES LIMITED**

Directors' Report and Financial Statements

for the year ended 31 March 1997

Anthony Lum & Co  
Registered Auditors  
Vicarage House  
58-60 Kensington Church Street  
London W8 4DB



**MONTEAGLE FINANCIAL SERVICES LIMITED**

Directors:                      Graham Edward Tromans  
                                     Margaret Kah Teck Yap

Secretary:                      Margaret Kah Teck Yap

Registered Office:              51 Marloes Road  
                                     London W8 6LA

Accountants:                    Anthony Lum & Co  
                                     Vicarage House  
                                     58-60 Kensington Church St.  
                                     London W8 4DB

**MONTEAGLE FINANCIAL SERVICES LIMITED**

**FINANCIAL ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 1997**

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**MONTEAGLE FINANCIAL SERVICES LIMITED**  
**REPORT OF THE DIRECTORS**

**FOR THE YEAR ENDED 31 MARCH 1997**

The Directors present their annual report with the accounts of the company for the year ended 31 March 1997.

**DIRECTOR'S RESPONSIBILITIES**

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 profit and loss of the company for that period. In preparing these financial statements the director is required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgements and estimates that are reasonable and prudent
- c) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- d) 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.

**PRINCIPAL ACTIVITY**

The principal activities of the company in the year under review were that of property management and consultancy.

**REVIEW OF BUSINESS**

A summary of the results for the year is given on page 2 of the accounts. The Directors consider the state of affairs to be satisfactory. The company changed its name to Monteagle Properties Limited on the 19th December 1997.

**DIVIDENDS**

The Directors do not recommend the payment of a dividend.

**FIXED ASSETS**

Acquisitions and disposals of fixed assets during the year are shown in note 6.

**DIRECTORS**

The directors in office in the year and their beneficial interests in the company's issued ordinary capital was as follows:-

	Ordinary Shares of £1 each	
	1997	1996
Graham Edward Tromans	10	10
Margaret Kah Teck Yap	90	90

**Signed on behalf of the  
board of director**



Margaret Kah Teck Yap  
Secretary

**MONTEAGLE FINANCIAL SERVICES LIMITED**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 MARCH 1997**

	<u>Notes</u>	<b>1997</b> £	<b>1996</b> £
<b>TURNOVER</b>	2	47,703	34,574
<b>COST OF SALES</b>		<u>0</u>	<u>0</u>
<b>GROSS PROFIT</b>		47,703	34,574
Administration		<u>(32,998)</u>	<u>(33,700)</u>
<b>OPERATING PROFIT</b>	3	14,705	874
Interest receivable and similar incomes		554	0
Interest payable and similar charges		<u>0</u>	<u>0</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		15,259	874
Tax on ordinary Activities	4	<u>0</u>	<u>0</u>
<b><u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u></b>		<u>15,259</u>	<u>874</u>

**STATEMENT OF RETAINED EARNINGS**

Retained Loss Brought Forward	(28,849)	(29,723)
Retained Profit for the Year	<u>15,259</u>	<u>874</u>
Retained Loss Carried Forward	<u>(13,590)</u>	<u>(28,849)</u>

**MONTEAGLE FINANCIAL SERVICES LIMITED**

**BALANCE SHEET**  
**AS AT 31 MARCH 1997**

	Notes	1997		1996	
<b>FIXED ASSETS</b>		£	£	£	£
Tangible Assets	6		5,080		6,968
<b>CURRENT ASSETS</b>					
Debtors	7	8,950		11,593	
Cash at bank and in hand		<u>21,756</u>		<u>18,456</u>	
		30,706		30,049	
<b>CREDITORS : amounts falling due within one year</b>	8				
		<u>(49,276)</u>		<u>(65,766)</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(18,570)</u>		<u>(35,717)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>£(13,490)</u>		<u>£(28,749)</u>
<b>CAPITAL AND RESERVES</b>					
Share Capital	9		100		100
Profit and Loss Account			<u>(13,590)</u>		<u>(28,849)</u>
			<u>£(13,490)</u>		<u>£(28,749)</u>

**MONTEAGLE FINANCIAL SERVICES LIMITED**

**BALANCE SHEET AS AT 31 MARCH 1997 (CONTINUED)**

In preparing these financial statements, we have relied upon the exemptions for individual accounts provided by Sections 247 to 249 of the Companies Act 1985 and we have done so on the ground that the company is entitled to the benefit of those exemptions as a small company.

For the year ended 31 March 1997, the company is entitled to exemption from audit under section 249A(1).

No notice has been deposited under section 249B(2) of the Act in relation to its accounts for the year;

As director of the above company, I acknowledge my responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 March 1997 and of its profit and loss for the year then ended in accordance with the requirements of section 226 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

  
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Margaret Kah Teck Yap  
Director

Approved by the board:

**MONTEAGLE FINANCIAL SERVICES LIMITED**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 1997**

**1. ACCOUNTING POLICIES**

**Basis of Accounting**

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

**Turnover**

Turnover represents the net invoiced amount of services rendered, excluding VAT.

**Tangible Fixed Assets**

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

Fixture & Fittings	-	10%	Straight line
Office Equipment	-	15%	Straight line

**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

**Cash Flow Statement**

The company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the Year.

**2a. TURNOVER**

The Turnover and Profit before taxation for the year are attributable to the principal activities of the company.

Turnover has not been analysed by geographical market.

**2b. DEFERRED TAXATION**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.



**MONTEAGLE FINANCIAL SERVICES LIMITED**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 1997**

3. **OPERATING PROFIT**

The operating profit (1996 - £874) is stated after charging:

	<b>1997</b>	<b>1996</b>
	£	£
Directors' emoluments	9,661	7,200
Amounts Written off Tangible Fixed Assets	<u>1,888</u>	<u>1,888</u>

4. **TAXATION**

The tax charge on the profit on ordinary activities was as follows:

	<b>1997</b>	<b>1996</b>
	£	£
Corporation Tax	<u>0</u>	<u>0</u>

Corporation Tax has been charged on the profit at 25% (1996 -Nil)

5. **DIRECTORS' REMUNERATION**

	<b>1997</b>	<b>1996</b>
	£	£
Salaries	8,211	6,000
Pension	1,450	1,200
	=====	=====

**MONTEAGLE FINANCIAL SERVICES LIMITED**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 1997**

**6. TANGIBLE FIXED ASSETS**

	Office Equipment	Plants & Machinery	Total
COST OR VALUATION	£	£	£
At 1 April 1996	11,725	1,289	13,014
Additions in Year	<u>0</u>	<u>0</u>	<u>0</u>
At 31 March 1997	<u>11,725</u>	<u>1,289</u>	<u>13,014</u>
 <b>DEPRECIATION</b>			
At 1 April 1996	5,659	387	6,046
Charge for Year	<u>1,759</u>	<u>129</u>	<u>1,888</u>
At 31 March 1997	<u>7,418</u>	<u>516</u>	<u>7,934</u>
 <b>NET BOOK VALUE</b>			
At 31 March 1997	<u>4,307</u>	<u>773</u>	<u>5,080</u>
At 31 March 1996	<u>6,066</u>	<u>902</u>	<u>6,968</u>

**7. DEBTORS**

	1997	1996
	£	£
Amounts due within one year:		
Trade Debtors	0	8,068
Other Debtors	<u>8,950</u>	<u>3,525</u>
	<u>8,950</u>	<u>11,593</u>

**8. CREDITORS:**

	1997	1996
	£	£
Amounts falling due within one year:		
Bank Loans and overdraft	565	0
Trade Creditors	39,093	39,820
Other tax and social security	2,112	1,451
Directors accounts	3,425	20,414
Other Creditors and Accruals	<u>4,081</u>	<u>4,081</u>
	<u>49,276</u>	<u>65,766</u>

**9. SHARE CAPITAL**

	1997	1996
	£	£
Ordinary share of £1 each	£	£
Authorised, allotted, issued and fully paid	<u>100</u>	<u>100</u>