

MODAL MINING LIMITED

FINANCIAL STATEMENTS

30TH JUNE 1998

Registered number: 2871139

Lang Bennetts

Chartered Accountants

Cornwall



MODAL MINING LIMITED  
FINANCIAL STATEMENTS  
for the year ended 30th June 1998

CONTENTS

	Page
Company information	1
Directors' report	2
Accountants' report	3
Profit and loss account	4
Balance sheet	5
Notes	6 and 7

The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
---	------------

## MODAL MINING LIMITED

## COMPANY INFORMATION

30th June 1998

INCORPORATED	12th November 1993
NUMBER	2871139
DIRECTORS	G. L. Williams N. A. J. Walls L. J. Joseph
SECRETARY	N. A. J. Walls
REGISTERED OFFICE	21 The Burrows Newton Porthcawl Mid-Glamorgan
BANKERS	Barclays Bank plc 14 King Street Truro Cornwall
SOLICITORS	David and Snape 4 Lias Road Porthcawl Mid Glamorgan
ACCOUNTANTS	Lang Bennetts Chartered Accountants 36 Lemon Street Truro Cornwall

## MODAL MINING LIMITED

## DIRECTORS' REPORT

30th June 1998

The directors present their report and the financial statements for the year ended 30th June 1998.

**Principal activity**

The principal activity of the company is the development of a mine in South Wales.

**Directors**

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows:

	30th June 1998 Ordinary shares	1st July 1997 Ordinary shares
G. L. Williams	82	82
N. A. J. Walls	82	82
L. J. Joseph	30	30

**Small company exemptions**

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

N. A. J. Walls  
Secretary



21 The Burrows  
Newton  
Porthcawl  
Mid-Glamorgan

9th October 1998

## MODAL MINING LIMITED

## ACCOUNTANTS' REPORT

Accountants' report on the unaudited financial statements to the directors of  
Modal Mining Limited

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30th June 1998, set out on pages 4 to 7, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Lang Bennetts  
Chartered Accountants

36 Lemon Street  
Truro  
Cornwall

9th October 1998

## MODAL MINING LIMITED

## PROFIT AND LOSS ACCOUNT

for the year ended 30th June 1998

	Note	1998 £	1997 £
Net operating expenses			
Administrative expenses		(772)	(554)
Loss on ordinary activities before taxation		(772)	(554)
Taxation		-	-
Loss on ordinary activities after taxation		(772)	(554)
retained for the year	6		

Movements in reserves are shown in note 6.

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

There are no recognised gains and losses in 1998 or 1997 other than the loss for the year.

## MODAL MINING LIMITED

## BALANCE SHEET

at 30th June 1998

	Note	1998 £	1997 £
<b>Current assets</b>			
Debtors	2	33,247	33,235
Cash at bank and in hand		127	826
		<u>33,374</u>	<u>34,061</u>
Creditors: amounts falling due within one year	3	(35,285)	(35,200)
<b>Net current liabilities</b>		<u>(1,911)</u>	<u>(1,139)</u>
<b>Total assets less current liabilities</b>		<u>(1,911)</u>	<u>(1,139)</u>
<b>Capital and reserves</b>			
Called up share capital	5	200	200
Profit and loss account	6	(2,111)	(1,339)
<b>Total shareholders' funds</b>	4	<u>(1,911)</u>	<u>(1,139)</u>

continued .....

## MODAL MINING LIMITED

BALANCE SHEET  
(continued)

at 30th June 1998

The directors consider that for the year ended 30th June 1998 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their 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 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 financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 4 to 7 were approved by the board of directors on 9th October 1998.



G. L. Williams  
Director



## NOTES ON FINANCIAL STATEMENTS

30th June 1998

## 1 Accounting policies

## Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

## Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

## Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

## 2 Debtors

	1998 £	1997 £
Amounts falling due within one year		
Other debtors	33,247	33,235
	<u>          </u>	<u>          </u>

## 3 Creditors: amounts falling due within one year

	1998 £	1997 £
Other creditors	35,285	35,200
	<u>          </u>	<u>          </u>

## 4 Reconciliation of movements in shareholders' funds

	1998 £	1997 £
Loss for the financial year representing a Net subtraction from shareholders' funds	(772)	(554)
Opening shareholders' funds	(1,139)	(585)
Closing shareholders' funds	<u>(1,911)</u>	<u>(1,139)</u>

## MODAL MINING LIMITED

## NOTES ON FINANCIAL STATEMENTS

30th June 1998

## 5 Called up share capital

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Allotted called up and fully paid				
Ordinary shares	<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>

## 6 Profit and loss account

	1998 £
1st July 1997	(1,339)
Retained loss for the year	<u>(772)</u>
30th June 1998	<u><u>(2,111)</u></u>