

RAGARFIELD LIMITED

FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2000

GOATCHER CHANDLER
CHARTERED ACCOUNTANTS
&
REGISTERED AUDITOR

10 Overcliffe, Gravesend, Kent, DA11 0EF



RAGARFIELD LIMITED

FINANCIAL STATEMENTS

for the year ended 31st March 2000

INDEX

Page

1	Company information
2	Directors' report
3	Directors' responsibilities
4	Auditors' report
5	Profit & Loss account
6	Balance sheet
7	Cash flow statement
8 to 13	Notes to the accounts

The following pages do not form part of the statutory accounts

14	Detailed Trading and Profit and Loss Account
15	Schedule to the Detailed Trading and Profit and Loss Account

RAGARFIELD LIMITED

COMPANY INFORMATION

31st March 2000

NUMBER	1100103
DIRECTORS	A.K. Sharma
SECRETARY	N. Sharma
REGISTERED OFFICE	31 Milton Road Gravesend Kent DA12 2RF.
BANKERS	HSBC 84 New Road Gravesend Kent DA11 0AS.
AUDITORS	Goatcher Chandler Chartered Accountants & Registered Auditor 10 Overcliffe Gravesend Kent DA11 0EF

RAGARFIELD LIMITED

DIRECTORS' REPORT

31st March 2000

The director presents his report and financial accounts for the year ended 31st March 2000.

Principal activity

The principal activity of the company throughout the year was that of Insurance Brokers.

Review of the business

A summary of the results of the trading for the year is given on page 5 of the accounts.

The director considers the state of affairs to be satisfactory.

Results and dividends

The loss of the company for the year was £331, (1999 - £8,744 profit).

Details of dividends paid and proposed are given in note .

Directors

The director who served during the year and his beneficial interest in the company's issued ordinary share capital was as follows:

	31st March 2000 ordinary £1 shares	31st March 1999 ordinary £1 shares
A.K. Sharma	11,700	11,700

Auditors

The auditors Goatcher Chandler will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

.....
A.K. Sharma
Director

- 6 AUG 2000


RAGARFIELD LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the director 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 director is required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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. He is 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.


.....
A.K. Sharma
Director

- 8 AUG 2000

RAGARFIELD LIMITED**AUDITORS' REPORT****AUDITORS' REPORT TO THE SHAREHOLDERS OF****RAGARFIELD LIMITED**

We have audited the financial accounts on pages 5 to 13 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 3, the company's director is 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.

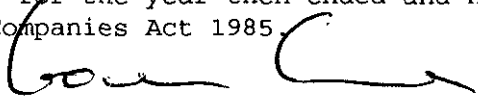
Basis of opinion

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 error or other irregularity. 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 31st March 2000 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Goatcher Chandler
Chartered Accountants & Registered Auditor
10 Overcliffe
Gravesend
Kent
DA11 0EF

- 8 AUG 2000

RAGARFIELD LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31st March 2000

	Note	2000 £	1999 £
Turnover			
Continuing Operations	1	149,638	147,384
		-----	-----
Net operating expenses			
Administrative Expenses		(141,635)	(134,999)
		-----	-----
Operating profit	2		
Continuing Operations		8,003	12,385
Interest Payable	5	-	(1,175)
		-----	-----
Profit on ordinary activities before taxation		8,003	11,210
Taxation	6	(1,634)	(2,466)
		-----	-----
Profit on ordinary activities after taxation		6,369	8,744
Dividends 42.95p per share paid 31.3.00		(6,700)	-
		-----	-----
Retained (loss)/profit for the year		(331)	8,744
		=====	=====

There are no recognised gains and losses in 2000 or 1999 other than the (loss)/profit for the year.

RAGARFIELD LIMITED

BALANCE SHEET

as at 31st March 2000

	Note	2000 £	1999 £
Fixed assets			
Tangible assets	7	14,331	15,190
Investments	7	3,500	3,500
		-----	-----
		17,831	18,690
Current assets			
Debtors	9	44,964	37,527
Cash at bank and in hand		36,980	34,828
		-----	-----
		81,944	72,355
Creditors: amounts falling due within one year	10	39,833	30,772
		-----	-----
Net current assets		42,111	41,583
		-----	-----
Total assets less current liabilities		59,942	60,273
		=====	=====
Capital and reserves			
Called up share capital	12	15,600	15,600
Profit and loss account	13	44,342	44,673
		-----	-----
Total shareholders' funds	14	£ 59,942	£ 60,273
		=====	=====

The financial statements on pages 5 to 13 were approved by the director on **- 8 AUG 2000**

A.K. Sharma



Director

The notes on pages 8 to 13 form part of these financial statements.

RAGARFIELD LIMITED

CASH FLOW STATEMENT

for the year ended 31st March 2000

	2000 £	1999 £
Reconciliation of operating profit net cash inflow from operating activities		
Operating profit/(loss)	8,003	12,385
Depreciation charges	3,328	5,183
(Increase)/decrease debtors	(7,437)	6,139
Increase/(decrease) creditors	9,903	(261)
	-----	-----
Net cash inflow from operating activities	13,797	23,446
	=====	=====
Net cash inflow from operating activities	13,797	23,446
Returns on investments and servicing of finance	(6,700)	(1,175)
Taxation	(2,475)	(627)
Capital expenditure (Note 17)	(2,430)	(6,516)
	-----	-----
Increase in cash	2,152	15,128
	=====	=====

See Note 16 for the notes to this statement.

RAGARFIELD LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2000

1. Accounting policies

Basis of Accounting

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

Turnover

Turnover represents the brokerage commissions earned in the year and is derived from within the United Kingdom, and relates to its principal activity. Commissions received on indemnity terms are only taken when terms expire.

Tangible Fixed Assets

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

Leasehold improvements	over period of lease
Office equipment	15% written down value
Fixtures and fittings	25% on cost

Deferred Taxation

Deferred Taxation is provided using 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.

Pensions

The company operates defined contribution, externally funded pension schemes covering the specific employees. Contributions are normally charged against profits as the contributions are made.

2. Operating profit

	2000 £	1999 £
Operating Profit is stated after charging:		
Depreciation of Tangible Assets	3,328	5,183
Staff Costs - note 3	79,986	83,423
Auditors' remuneration	3,300	3,265
	=====	=====

RAGARFIELD LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2000

3. Staff costs

The average monthly number employed including directors, within each category of persons was:

	2000	1999
Office and management	8	8
	=====	=====

The costs incurred, including Directors Remuneration (note 4), in respect of these employees were:

	2000 £	1999 £
Wages and Salaries	60,443	58,263
Social Security Costs	6,700	5,300
Pension Costs	12,843	19,860
	-----	-----
	79,986	83,423
	=====	=====

Pension Costs

The company operates a money purchase scheme. The assets of the scheme are held separately from those of the company in an administered fund. The pension on cost charge represents contributions payable by the company to the fund and amounted to £19,860 (1999 £7,900), including retirement benefits accruing to the director.

4. Directors

	2000 £	1999 £
Emoluments of directors of the company were as follows:		

Other emoluments	37,574	21,525
	=====	=====

The fees and other emoluments of directors, excluding pension contributions, (other than those whose duties were wholly or mainly discharged outside the U.K.) were as follows:

Chairman & highest paid director	18,321	18,914
	=====	=====

5. Interest payable

	2000 £	1999 £
Bank interest repayable within 5 years	-	1,175
	-----	-----
	-	1,175
	=====	=====

RAGARFIELD LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2000

6. Taxation

	2000	1999
Taxation is based on the Profit for the year and charged at 20% (1999 21%)	£	£
Corporation tax	1,634	2,475
Over/under provisions in earlier years	-	(9)
	-----	-----
	1,634	2,466
	=====	=====

The charge for the year has been increased by expenditure not allowable for taxation.

7 Tangible fixed assets

Cost or valuation	Office Equipment £	Office Fixtures and Fittings £	Leasehold Improvements £	Total £
1st April 1999	22,672	20,526	11,782	54,980
Additions	2,470	-	-	2,470
Inter-category transfer	1,678	(1,678)	-	-
	-----	-----	-----	-----
31st March 2000	26,820	18,848	11,782	57,450
	-----	-----	-----	-----
Depreciation				
1st April 1999	16,548	18,697	4,546	39,791
Charge for year	2,263	-	1,065	3,328
Inter-category transfers	1,621	(1,621)	-	-
	-----	-----	-----	-----
31st March 2000	20,432	17,076	5,611	43,119
	-----	-----	-----	-----
Net book amount				
31st March 2000	6,388	1,772	6,171	14,331
	=====	=====	=====	=====
1st April 1999	6,124	1,830	7,236	15,190
	=====	=====	=====	=====

8. Fixed asset investments

Cost	Investments other than loans £
At 1st April 1999 and 31st March 2000	3,500
	=====

The above represents shares held within a trade investment and not listed on the stock market

RAGARFIELD LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2000

9. Debtors

	2000	1999
	£	£
Amounts falling due within one year:		
Insurance Debtors	32,904	22,478
Other Debtors	9,556	13,033
Prepayments and Accrued Income	2,504	2,016
	-----	-----
	44,964	37,527
	=====	=====

10. Creditors: amounts falling due within one year

	2000	1999
	£	£
Insurance Creditors	32,604	17,459
Other creditors:		
Corporation Tax	1,634	2,475
Other Tax and Social Security	2,148	1,455
Other Creditors	22	4,438
Accruals and Deferred Income	3,425	4,945
	-----	-----
	39,833	30,772
	=====	=====

11. Provisions for liabilities and charges

Provision is made for taxation liabilities arising from the allocation of items to different periods for taxation and for accounting purposes, except where it is probable that a liability will not crystallise.

12. Called up share capital

	2000		1999	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary £1 shares	30,000	30,000	30,000	30,000
	=====	=====	=====	=====
Allotted called up and fully paid				
Ordinary £1 shares	15,600	15,600	15,000	15,600
	=====	=====	=====	=====

RAGARFIELD LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2000

13. Profit and loss account

	2000	1999
	£	£
Balance at beginning of year	44,673	35,929
Retained profit for the year	(331)	8,744
	-----	-----
	44,342	44,673
	=====	=====

14. Reconciliation of movements in shareholders' funds

	2000	1999
	£	£
Profit for the financial year	6,369	8,744
Dividends	(6,700)	-
	-----	-----
Funds generated in year	(331)	8,744
Opening shareholders' funds	60,273	51,529
	-----	-----
Closing shareholders' funds	59,942	60,273
	=====	=====

15. Notes to the cash flow statement

Gross cash flow	2000	1999
	£	£
Return on investments and servicing of finance		
Dividends paid	(6,700)	-
Interest paid	-	(1,175)
	-----	-----
	(6,700)	(1,175)
	=====	=====
Capital expenditure		
Payments to acquire tangible fixed assets	(2,470)	(6,516)
	-----	-----
	(2,470)	(6,516)
	=====	-----

RAGARFIELD LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2000

15. Notes to the cash flow statement cont.

Analysis of changes in net debt

	2000	1999	Change in year
	£	£	£
Cash at bank and in hand	36,980	34,828	2,152
	=====	=====	=====