

EASYMEDAL LIMITED
REPORT AND ACCOUNTS
YEAR ENDED 31 DECEMBER 2000



EASYMEDAL LIMITED

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EASYMEDAL LIMITED

DIRECTORS AND PROFESSIONAL ADVISORS

Directors H J Meyer (German)

Secretary Westbury Secretarial Services Limited

Accountants Pollard Goodman
Chartered Accountants
49 High Street
Westbury-on-Trym
Bristol
BS9 3ED

Registered Office 49 High Street
Westbury-on-Trym
Bristol
BS9 3ED

Registered Number 2709712

EASYMEDAL LIMITED**DIRECTORS' REPORT**

The directors submit their report and the accounts for the year ended 31 December 2000.

PRINCIPAL ACTIVITY

The principal activity of the company is trading in photographic equipment and this activity continued throughout the year.

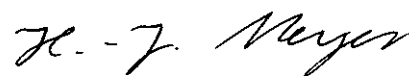
DIRECTORS AND THEIR INTERESTS

The director and his beneficial interest in the ordinary share capital of the company during the year were:

| | At 31 December 2000 | At 31 December 1999 |
|-----------|----------------------------|----------------------------|
| | Ordinary shares | Ordinary shares |
| H J Meyer | Nil | Nil |

The above 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



H J MEYER – DIRECTOR

**ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS
TO THE DIRECTORS OF
EASYMEDAL LIMITED**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2000, set out on pages 5 to 11, and you consider that the company is exempt from an audit and a report under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have prepared these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

22 JAN 2002



POLLARD GOODMAN
Chartered Accountants

EASYMEDAL LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2000

| | Note | 2000 DM | 1999 DM |
|---|------|-------------------------|------------------------|
| Turnover | | 2,546,435 | 1,062,722 |
| Cost of sales | | <u>2,340,063</u> | <u>966,432</u> |
| Gross profit | | 206,372 | 96,290 |
| Selling and distribution costs | | (32,063) | (12,005) |
| Administrative expenses | | (220,350) | (199,743) |
| Other operating income | | <u>14,609</u> | <u>14,407</u> |
| Operating profit/(loss) | | (31,432) | (101,051) |
| Other interest receivable and similar income | | 227 | 10,607 |
| Interest payable and similar charges | | <u>(21,231)</u> | <u>(15,140)</u> |
| Profit/(loss) on ordinary activities before taxation | 2 | (52,436) | (105,584) |
| Taxation | 3 | <u>8,367</u> | <u>(6,722)</u> |
| Profit/(loss) on ordinary activities after taxation | | (60,803) | (98,862) |
| Profit and loss account brought forward | | <u>(97,379)</u> | <u>1,483</u> |
| Profit and loss account carried forward | | <u>(158,182)</u> | <u>(97,379)</u> |

Continuing operations

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

Total recognised gains and losses

The company has no recognised gains or losses other than the profit/(loss) for the above two financial years.

EASYMEDAL LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 2000

| | Note | 2000 DM | 1999 DM |
|--|------|------------------|-----------------|
| Fixed assets | | | |
| Tangible assets | 4 | 7,573 | 11,629 |
| Current assets | | | |
| Stocks | | 202,287 | 29,819 |
| Debtors | 5 | 418,398 | 177,889 |
| Cash at bank and in hand | | 8,051 | 5,927 |
| | | <u>628,736</u> | <u>213,635</u> |
| Creditors: amounts falling due within one year | | | |
| Bank overdrafts and loans | | 28,673 | 18,436 |
| Trade creditors | | 530,658 | 92,938 |
| Other creditors | | 165,963 | 122,772 |
| Accruals and deferred income | | 20,300 | 39,600 |
| | | <u>745,594</u> | <u>273,746</u> |
| Net current liabilities | | <u>(116,858)</u> | <u>(60,111)</u> |
| Total assets less current liabilities | | (109,285) | (48,482) |
| Creditors: amounts falling due after more than one year | | <u>-</u> | <u>-</u> |
| | | <u>(109,285)</u> | <u>(48,482)</u> |
| Capital and reserves | | | |
| Called up share capital | 6 | 48,897 | 48,897 |
| Profit and loss account | | <u>(158,182)</u> | <u>(97,379)</u> |
| Shareholders' funds | | <u>(109,285)</u> | <u>(48,482)</u> |

(balance sheet continued overleaf)

EASYMEDAL LIMITED
BALANCE SHEET (CONT'D)
AS AT 31 DECEMBER 2000

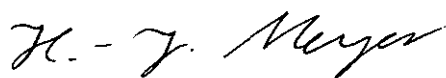
The directors are satisfied that the company is entitled to exemption under section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps proper accounting records which comply with section 221 of the Companies Act 1985, and
- ii) preparing accounts 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 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

These accounts were approved by the board on 22 JAN 2002 and signed on its behalf by:



H J MEYER - DIRECTOR

EASYMEDAL LIMITED**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2000****1. PRINCIPAL ACCOUNTING POLICIES****(a) Basis of accounting**

All items are stated in the accounts under the historical cost accounting rules.

(b) Turnover

Turnover represents amounts invoiced by the company in respect of goods sold during the year, excluding VAT.

(c) Depreciation

Depreciation is calculated so as to write off the cost of tangible fixed assets by equal annual instalments over their estimated useful lives at the following rates:

| | |
|---------------------|-----|
| Plant and equipment | 15% |
|---------------------|-----|

(d) Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

(e) Currency of accounts

The accounts have been drawn up in Deutschmarks as the director considers this to be the most appropriate currency in which to record the company's transactions.

(f) Foreign currencies

Assets and liabilities denominated in currencies other than Deutschmarks are translated at the rate of exchange ruling at the balance sheet date. Transactions in such currencies are recorded at the rate ruling at the date of the transactions. All differences are taken to the profit and loss account.

EASYMEDAL LIMITED

NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2000

(g) Going concern basis

The financial statements have been prepared on the going concern basis which assumed that the company will be able to continue to meet its liabilities as they fall due for the foreseeable future. The validity of this basis is dependent on adequate sources of finance being available from the shareholders. Whilst the shareholders have no obligation to provide this support, the directors consider that such support will be forthcoming as and when it may be required. Should such support not be obtained, adjustments would have to be made to reduce the value of the company's assets to their net realisable amounts, to provide for any further liabilities that might arise and to reclassify fixed assets and long terms liabilities as current assets and liabilities.

| | | | |
|-----------|---|--------------------|--------------------|
| 2. | PROFIT/LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION | 2000 DM | 1999 DM |
| | Profit/loss on ordinary activities before taxation is stated after charging: | | |
| | Directors' remuneration | 30,000 | 14,951 |
| | Depreciation of owned assets | 4,975 | 6,997 |
| | Operating lease charges | <u>34,800</u> | <u>33,600</u> |
| 3. | TAXATION | 2000 DM | 1999 DM |
| | Current year taxation: | | |
| | German Corporation tax | <u>8,367</u> | <u>(6,722)</u> |
| | | <u>8,367</u> | <u>(6,722)</u> |

EASYMEDAL LIMITED

NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2000

4. TANGIBLE FIXED ASSETS

| | Plant and equipment DM |
|-----------------------|------------------------------|
| Cost | |
| At 1 January 2000 | 45,066 |
| Additions | 919 |
| | <hr/> |
| At 31 December 2000 | 45,985 |
| Depreciation | |
| At 1 January 2000 | 33,437 |
| Charge for year | 4,975 |
| | <hr/> |
| At 31 December 2000 | 38,412 |
| Net book value | |
| At 31 December 2000 | <hr/> 7,573 |
| At 31 December 1999 | <hr/> 11,629 |

5. DEBTORS

| | 2000 DM | 1999 DM |
|---------------|------------|------------|
| Trade debtors | 182,915 | 147,816 |
| Others | 235,483 | 30,073 |
| | <hr/> | <hr/> |
| | 418,398 | 177,889 |
| | <hr/> | <hr/> |

EASYMEDAL LIMITED

NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2000

| | | | |
|-----------|---|-------------------------|------------------------|
| 6. | CALLED UP SHARE CAPITAL | 2000 | 1999 |
| | Authorised: | | |
| | 16,029 Ordinary shares of £1 per share | <u>£ 16,029</u> | <u>£ 16,029</u> |
| | Allotted, called up and fully paid: | | |
| | 16,029 Ordinary shares of £1 per share | <u>£ 16,029</u> | <u>£ 16,029</u> |
| | Converted at historical rate of DM 3.05 : £1 | <u>DM 48,897</u> | <u>DM 48,897</u> |
| 7. | RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS | 2000 DM | 1999 DM |
| | Profit/(loss) for the financial year | (60,803) | (98,862) |
| | Issue of shares | - | 48,590 |
| | Opening shareholders' funds | <u>(48,482)</u> | <u>1,790</u> |
| | Closing shareholders' funds | <u>(109,285)</u> | <u>(48,482)</u> |
| 8. | CONTROL | | |

Throughout the year the company was under the control of Mr R and Mrs T Serba, residents of Poland.

EASYMEDAL LIMITED

NOTES TO THE ACCOUNTS (CONT'D)
FOR THE YEAR ENDED 31 DECEMBER 2000

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| Net book value | |
| At 31 December 2000 | <u>7,573</u> |
| At 31 December 1999 | <u>11,629</u> |

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EASYMEDAL LIMITED

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