

EAKIN MACDONALD & ASSOCIATES LIMITED

REPORT AND ACCOUNTS

31st DECEMBER 2004



FINLEY & PARTNERS
Chartered Accountants
Tubs Hill House
London Road
Sevenoaks, Kent

EAKIN MACDONALD & ASSOCIATES LIMITED

REPORT OF THE DIRECTORS

The directors present their report and audited accounts for the year ended 31st December 2004.

ACTIVITIES

The principal activity of the company is the provision of money broking services to the hotel and leisure industry.

DIRECTORS AND THEIR INTERESTS

The directors who held office during the year and their beneficial interests in the share capital of the company were as follows:

Ordinary shares of £1 each
At 31st December 2004 and 1st January 2004

K R Eakin	1
S C Macdonald	1

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of its result for that year. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates which are reasonable and prudent,
- prepare the 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 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.

EAKIN MACDONALD & ASSOCIATES LIMITED

REPORT OF THE DIRECTORS

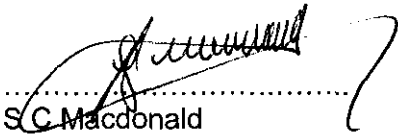
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AUDITORS

A resolution proposing the reappointment of the auditors Finley & Partners, will be submitted to the shareholders at the annual general meeting.

The directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the Board



.....
S.C. Macdonald
Secretary

31st March 2005

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
EAKIN MACDONALD & ASSOCIATES LIMITED**

We have audited the financial statements of Eakin Macdonald & Associates Limited for the year ended 31st December 2004 which comprise the Profit and Loss Account, Balance Sheet, and related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF

EAKIN MACDONALD & ASSOCIATES LIMITED

(Continued)

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 statements 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 statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 2004 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



FINLEY & PARTNERS
Registered Auditor
Chartered Accountants
Sevenoaks, Kent.

31st March 2005

EAKIN MACDONALD & ASSOCIATES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31st DECEMBER 2004

	Notes	2004 £	2003 £
TURNOVER		647,484	844,463
Administrative expenses		565,984	627,228
OPERATING PROFIT	2	81,500	217,235
Bank interest received		3,324	2,518
		84,824	219,753
Interest paid		3,647	2,745
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		81,177	217,008
Taxation	4	20,431	49,713
PROFIT FOR THE FINANCIAL YEAR		60,746	167,295
Retained profit brought forward		237,298	70,003
RETAINED PROFIT CARRIED FORWARD		£ 298,044	£ 237,298

EAKIN MACDONALD & ASSOCIATES LIMITED

BALANCE SHEET

AT 31st DECEMBER 2004

	Notes	2004		2003	
		£	£	£	£
TANGIBLE FIXED ASSETS	5		63,475		76,905
CURRENT ASSETS					
Debtors	6	67,982		32,100	
Cash at bank		206,980		243,579	
		274,962		275,679	
CREDITORS: amounts falling due within one year	7	40,391		94,375	
NET CURRENT ASSETS			234,571		181,304
TOTAL ASSETS LESS CURRENT LIABILITIES					
			298,046		258,209
CREDITORS: amounts falling due after more than one year					
Hire purchase liabilities			-		20,909
Net assets			£ 298,046		£ 237,300
CAPITAL AND RESERVES					
Called up share capital	8		2		2
Profit and loss account			298,044		237,298
Shareholders' funds			£ 298,046		£ 237,300

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

.....
K R Eakin

) Directors

.....
S C MacDonald

Approved by the Board: 31st March 2005

EAKIN MACDONALD & ASSOCIATES LIMITED

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover comprises the invoice value of services supplied by the company and commissions earned.

Depreciation

Depreciation is provided on all tangible fixed assets at a rates calculated to write off the cost, less estimated residual value, of each asset over its estimated useful life, as follows:

Motor vehicles	-	over 4 years
Office furniture and equipment	-	25% per annum

2. OPERATING PROFIT

Operating profit, arising on ordinary activities, is stated after charging:

	2004 £	2003 £
Directors remuneration and pension contributions	328,600	356,600
Auditors remuneration	4,000	4,000
Depreciation	27,835	31,246

3. PENSION SCHEMES

The company makes contributions to the personal pensions contracts of both directors and one employee. Contributions in the year amounted to £56,100 (2003: £56,100).

4. TAXATION

	2004 £	2003 £
UK Corporation Tax at current rates	20,312	49,713
Adjustment in respect of prior years	119	-
	£ 20,431	£ 49,713

EAKIN MACDONALD & ASSOCIATES LIMITED

NOTES TO THE ACCOUNTS

(Continued)

5. TANGIBLE FIXED ASSETS

	Motor Vehicles	Office Furniture & Equipment	Total
	£	£	£
Cost:			
At 1 st January 2004	101,319	10,201	111,520
Additions	24,193	838	25,031
Disposals	(21,250)	(-)	(21,250)
At 31 st December 2004	104,262	11,039	115,301
Depreciation:			
At 1 st January 2004	30,641	3,974	34,615
Charge for the year	26,065	1,770	27,835
Released on disposal	(10,624)	(-)	(10,624)
At 31 st December 2004	46,082	5,744	51,826
Net book value:			
At 31 st December 2004	£ 58,180	£ 5,295	£ 63,475
At 31 st December 2003	£ 70,678	£ 6,227	£ 76,905

6. DEBTORS

	2004 £	2003 £
Trade debtors	42,883	7,500
Prepayments	25,099	24,600
	£ 67,982	£ 32,100

EAKIN MACDONALD & ASSOCIATES LIMITED

NOTES TO THE ACCOUNTS

(Continued)

7. CREDITORS: amounts falling due
within one year

	2004	2003
	£	£
Hire purchase liabilities	-	26,687
Debt due within one year	-	26,687
Trade creditors	9,974	10,243
Other creditors	30,417	57,445
	£ 40,391	£ 94,375

8. SHARE CAPITAL

	2004	2003
Authorised		
10,000 Ordinary shares of £1 each	£ 10,000	£ 10,000
Allotted, issued and fully paid		
2 Ordinary shares of £1 each	£ 2	£ 2

9. RELATED PARTY DISCLOSURES

The company is controlled by the directors.