

Regulatory Announcement

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Company	Red Leopard Holdings PLC
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RED LEOPARD HOLDINGS PLC

Annual Results for Red Leopard Holdings Plc (“Red Leopard” or the “Group”) for the year ended 31 December 2006

Chairman’s Statement

I am pleased to present the financial statements of the Group for the year ended 31 December 2006. The financial statements have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice but have been restated in the financial statements for the year ended 31 December 2007 when the Group reported under International Financial Reporting Standards.

As previously reported, the results comprise those of Red Leopard Holdings Plc and its wholly owned subsidiary Harrell Hotels (Europe) Limited (“Harrell Hotels”). There was no revenue generated in the year from operations. The loss after tax amounted to £2,822,060 (2005: £320,055).

Over the past 2 years we have endeavoured to locate and pursue projects including those referred to in my Chairman’s Statement, suitable for Marriott Courtyard’s mainly in the UK.

The cost of acquisitions in the current UK hotel market has to date proved too high for us to proceed with the propositions we have looked at seriously. With regret the directors of the hotel subsidiary, Harrell Hotels, have therefore come to the conclusion that the market industry in the United Kingdom is such that no economically feasible project is unlikely to be located in the near future, albeit we are continuing to hold the position.

In view of the inability to forecast profit from the operation in the near term the Board has decided it is prudent to write down the asset of the hotel operation to nil. Although now effectively mothballed, the economic outlook change in our favour, the hotel business may well come in to its own again in the Group point of view.

I would like to take this opportunity to thank all those who worked so hard in Harrell Hotels during the year period.

There has been a change in the Board membership recently as can be seen from the accounts. Robert Thomson and Stephen Thomson have retired from the Board and John May has joined me to implement a new plan for the Group which I will outline below. John is an FCA of many years standing and is a director of a non AIM listed, NASDAQ listed and Channel Islands listed companies and has a wide experience and which I believe will greatly help the company going forward.

We intend to complement the Board in the near term with a strong and experienced non executive director with building industry knowledge.

Your Board has decided to revise the strategy of the Group and de-risk its operations by focusing on property development joint ventures (“JVs”) to develop residential apartments which are aimed at the market price range.

We are aiming at sub £250,000 units and even as low as £125,000 units sales value to be built geographically in the South and South West of the UK initially. These joint ventures, one of which is being considered in this report, are to be with specialised property development companies, rather than us acting as principal. We believe that greater opportunities exist for “niche” property developments, particularly on the residential side, and that through “partnering” with these companies we will be able to grow shareholder value more than otherwise.

The write down of our investment in Harrell Hotels has meant we have negative assets at the balance sheet date but we believe the plan outlined above will restore the Group to profitability. We have further plans once we have established the track record in this “niche” market which could make the Group significantly healthier in the near term. We expect all JVs we enter into we will be capable of exiting within 12-18 months. We will announce these JVs as they are contracted in the normal way.

The directors cannot in the circumstances propose any dividends. (2005: £Nil).

The directors consider that sufficient cash will be generated from the sale of Investments to fund the working capital costs of the company and will seek additional finance from a combination of equity and debt to fund the current plan.

I look forward to being able to present to you a healthier looking company in my next annual report.

CS Russell
Chairman

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Year ended 31 December 2006 £	<i>15 months ended 31 December 2005 £</i>
Administrative expenses	<u>(2,830,654)</u>	<u>(347,734)</u>
OPERATING LOSS BEFORE INTEREST		
Continuing operations	<u>(2,830,654)</u>	<u>(192,827)</u>
Acquisitions	<u>-</u>	<u>(154,907)</u>
	<u>(2,830,654)</u>	<u>(347,734)</u>
Interest receivable	11,932	27,205
Interest payable	(3,398)	(26)
	<u>(2,822,060)</u>	<u>(320,055)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		
TAX ON LOSS ON ORDINARY ACTIVITIES	<u>-</u>	<u>-</u>
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION	<u>(2,822,060)</u>	<u>(320,055)</u>
RETAINED LOSS BROUGHT FORWARD	<u>(320,055)</u>	<u>-</u>
RETAINED LOSS CARRIED FORWARD	<u>(3,142,115)</u>	<u>(320,055)</u>
Loss per share – basic and diluted	<u>(1.15)p</u>	<u>(0.15)p</u>
There were no recognised gains and losses for 2006 or 2005 other than those included in the profit and loss account		

**CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2006**

	2006		2005	
	£	£	£	£
FIXED ASSETS				
Intangible fixed assets		-		2,415,701
Tangible fixed assets		839		951
Investments		-		150,000
		<u>839</u>		<u>2,566,651</u>
CURRENT ASSETS				
Debtors: amounts falling due after more than one year	50,000		50,000	
Debtors: amounts falling due within one year	27,615		15,206	
Investments	150,000		-	
Cash at bank and in hand	169,054		549,802	
	<u>396,669</u>		<u>615,008</u>	
CREDITORS: amounts falling due within one year	<u>(73,098)</u>		<u>(35,197)</u>	
NET CURRENT ASSETS		<u>323,571</u>		<u>579,811</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>324,410</u>		<u>3,146,471</u>
CREDITORS: amounts falling due after more than one year		<u>(421,874)</u>		<u>(1,250,000)</u>
NET (LIABILITIES)/ASSETS		<u>(97,464)</u>		<u>(1,896,470)</u>
CAPITAL AND RESERVES				
Called up share capital		492,160		441,191
Share premium account		2,552,491		1,775,321
Profit and loss account		<u>(3,142,115)</u>		<u>(320,055)</u>
EQUITY SHAREHOLDERS' (DEFICIT)/FUNDS		<u>(97,464)</u>		<u>1,896,471</u>

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Year ended 31 December 2006 £	<i>15 months ended 31 December 2005 £</i>
Net cash flow from operating activities	(1,644,835)	(79,628)
Returns on investments and servicing of finance	8,594	27,679
Capital expenditure and financial investment	149,605	(151,210)
Acquisitions and disposals	-	(463,564)
CASH OUTFLOW BEFORE MANAGEMENT OF LIQUID RESOURCES AND FINANCING	(1,486,636)	(666,723)
Management of liquid resources	(150,000)	-
Financing	1,250,000	1,216,525
(DECREASE)/INCREASE IN CASH IN THE YEAR	(386,636)	549,802

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT/FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Year ended 31 December 2006 £	<i>15 months ended 31 December 2005 £</i>
(Decrease)/Increase in cash in the year	(386,636)	549,802
Cash outflow from decrease in liquid resources	150,000	-
Cash inflow from increase in debt and lease financing	(421,874)	-
MOVEMENT IN NET DEBT IN THE YEAR	(658,510)	549,802
Net funds at 1 January 2006	549,802	-
NET (DEBT)/FUNDS AT 31 DECEMBER 2006	(108,708)	549,802

NOTES TO THE FINANCIAL STATEMENTS

1. Operating Loss

The operating loss is stated after charging:

	Year ended 31 December 2006 £	15 months ended 31 December 2005 £
Amortisation – intangible fixed assets	125,491	94,118
Depreciation of tangible fixed assets		
- owned by the company	513	253
Auditors' remuneration	8,500	5,000
Auditors' remuneration – other services	5,500	5,623
Operating lease rentals:		
- other operating leases	20,370	11,031
Exceptional item – impairment loss	<u>2,290,211</u>	<u>-</u>
Auditors fees for the company were £8,500 (2005: £5,000)		

2. Reconciliation of Movement in Shareholders' Funds

	2006 £	2005 £
Group		
Opening shareholders' funds	1,896,470	-
Loss for the year	(2,822,060)	(320,055)
Shares issued during the year	50,962	441,198
Share premium on shares issued (net of expenses)	777,164	1,775,327
Closing shareholders' (deficit)/funds	<u>(97,464)</u>	<u>1,896,470</u>

	2006 £	2005 £
Company		
Opening shareholders' funds	2,145,083	-
Loss for the year	(3,086,219)	(71,442)
Shares issued during the year	50,962	441,198
Share premium on shares issued (net of expenses)	777,164	1,775,327
Closing shareholders' (deficit)/funds	<u>(113,010)</u>	<u>2,145,083</u>

The financial information set out above does not constitute the Group's statutory accounts for the period ended 31 December 2006 but is derived from those accounts. Statutory accounts for 2006 will be delivered to the Registrar of Companies following the Group's annual general meeting. The auditors have reported on those accounts; their report was unqualified and did not contain statements under s237(2) or (3) of the Companies Act 1985.

The Company's head office is at: 233-237 Old Marylebone Road, London NW1 5QT. Copies of the Financial Statements and Accounts for the period ended 31 December 2006 are being sent to shareholders. Further copies are available from the Company's registered office.

For further information, please contact:

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Shane Gallwey, Blue Oar Securities Plc, Tel: 020 7448 4400

Blue Oar Securities Plc was formerly Corporate Synergy Plc and acts as Nominated Adviser & Broker for the Company

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