

PONTRALE LIMITED  
TRADING AS  
PARCO'S RESTAURANT  
FINANCIAL STATEMENTS

31.5.2003

Registered number: 02786896

M N HAQUE & CO  
Chartered Certified Accountants  
London



PONTRALE LIMITED  
TRADING AS PARCO'S RESTAURANT  
FINANCIAL STATEMENTS  
for the year ended 31.5.2003

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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PONTRALE LIMITED  
TRADING AS PARCO'S RESTAURANT

COMPANY INFORMATION

31.5.2003

INCORPORATED	In England & Wales on 4 February 1993
NUMBER	02786896
CHAIRPERSON	Mrs. G.A. Khalil
OTHER DIRECTORS	Mr. K.A. Khalil
SECRETARY	Mr. K. A. Khalil
REGISTERED OFFICE	Pontrale Limited Sedgwick Centre 1 Whitechapel High Street London E1 7PJ.
AUDITORS	M N HAQUE & CO Chartered Certified Accountants Ground Floor 203 Mile End Road London E1 4AA

**PONTRALE LIMITED**  
**TRADING AS PARCO'S RESTAURANT**  
**DIRECTORS' REPORT**

31.5.2003

The directors present their report and the audited financial statements for the year ended 31.5.2003.

**Principal activity**

The principal activity of the company was the provision of Restaurant Services.

**Business review**

The company's balance sheet as detailed on page 6 shows a satisfactory position, shareholders' funds amounting to £79,211.

**Results and dividends**

The results for the year are shown in the profit and loss account on page 5. The directors do not propose payment of an ordinary dividend.

**Fixed assets**

In the opinion of the directors there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts.

**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

	31.5.2003 Ordinary shares	1.6.2002 Ordinary shares
Mrs. G.A. Khalil	99	99
Mr. K.A. Khalil	1	1
	-	-

**Auditors**

The Company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary M N HAQUE & CO will continue in office.

On behalf of the board



Mr. K. A. Khalil  
Secretary

Pontrale Limited  
Sedgwick Centre  
1 Whitechapel High Street  
London E1 7PJ.

8 June 2004

PONTRALE LIMITED  
TRADING AS PARCO'S RESTAURANT  
STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements 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 statements, the directors are required to

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements 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 financial statements 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.

8 June 2004

On behalf of the board

*G.A. Khalil*

Mrs. G.A. Khalil  
Chairperson

PONTRALE LIMITED  
TRADING AS PARCO'S RESTAURANT  
AUDITORS' REPORT

Auditors' report to the members of  
Pontrale Limited

We have audited the financial statements on pages 5 - 11 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 directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 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 error or other irregularity. 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 31.5.2003 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

London  
8 June 2004



M N HAQUE & CO  
Registered Auditors  
Chartered Certified Accountants

PONTRALE LIMITED  
 TRADING AS PARCO'S RESTAURANT  
 PROFIT AND LOSS ACCOUNT  
 for the year ended 31.5.2003

	Note	2003 £	2002 £
Turnover	2	928,070	1,090,939
Cost of sales		(644,507)	(737,625)
Gross profit		283,563	353,314
Net operating expenses			
Distribution costs		(78,052)	(89,211)
Administrative expenses		(222,076)	(234,466)
Other operating income		10,000	30,530
Operating (loss)/profit	3	(6,565)	60,167
Interest payable	5	(100)	(700)
(Loss)/profit on ordinary activities before taxation		(6,665)	59,467
Taxation	6	-	-
(Loss)/profit on ordinary activities after taxation		(6,665)	59,467
retained for the year	16		

Movements in reserves are shown in note 16.

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

There are no recognised gains and losses in 2003 or 2002 other than the (loss)/profit for the year.

PONTRALE LIMITED  
 TRADING AS PARCO'S RESTAURANT  
 BALANCE SHEET  
 at 31.5.2003

	Note	2003		2002	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	7		56,800		69,292
<b>Current assets</b>					
Stocks	10	20,854		21,381	
Debtors	11	40,731		109,416	
Cash at bank and in hand		66,846		52,660	
		128,431		183,457	
Creditors: amounts falling due within one year	12	(69,420)		(107,273)	
<b>Net current assets</b>			59,011		76,184
<b>Total assets less current liabilities</b>			115,811		145,476
Creditors: amounts falling due after more than one year	13		(36,600)		(59,600)
			79,211		85,876
<b>Capital and reserves</b>					
Called up share capital	15		100		100
Profit and loss account	16		79,111		85,776
<b>Total shareholders' funds</b>	14		79,211		85,876

The financial statements on pages 5 - 11 were approved by the board of directors on 8 June 2004 and signed on its behalf by:

*G.A. Khalil*

Mrs. G.A. Khalil  
 Chairperson



## PONTROLE LIMITED

## TRADING AS PARCO'S RESTAURANT

## NOTES ON FINANCIAL STATEMENTS

31.5.2003

**1 Accounting policies****Basis of accounting**

The financial statements have been prepared in accordance with applicable accounting standards and 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.

**Depreciation**

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Leasehold land and buildings	- Over 17 years of lease
Plant and machinery	- 20% reducing balance
Motor vehicles	- 25% on cost
Fixtures and fittings	- 20% reducing balance

**Stocks**

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

**2 Turnover**

The turnover for the year was derived from the company's principal activity. The whole of the turnover is attributable to the UK market.

**3 Operating (loss)/profit**

	2003 £	2002 £
Operating (loss)/profit is stated after crediting		
Interest receivable	-	530
and after charging		
Staff costs (note 4)	407,316	404,633
Auditors' remuneration	750	750
Depreciation of tangible fixed assets		
(note 7)		
owned assets	12,492	15,044

## PONTRALE LIMITED

## TRADING AS PARCO'S RESTAURANT

## NOTES ON FINANCIAL STATEMENTS

31.5.2003

## 4 Directors and employees

	2003	2002
	£	£
Staff costs including directors' emoluments		
Wages and salaries	377,750	374,357
Social security costs	29,566	30,276
	<u>407,316</u>	<u>404,633</u>
Average monthly number employed including executive directors:	Number	Number
Production staff	9	10
Sales staff	16	17
Administration staff	2	2
	<u>27</u>	<u>29</u>
Directors	£	£
Emoluments	<u>44,401</u>	<u>10,000</u>

## 5 Interest payable

	2003	2002
	£	£
Other interest	<u>100</u>	<u>700</u>
	<u>100</u>	<u>700</u>

## 6 Taxation

The company has no liability for taxation.

## PONTRALE LIMITED

## TRADING AS PARCO'S RESTAURANT

## NOTES ON FINANCIAL STATEMENTS

31.5.2003

## 7 Tangible fixed assets

Cost	Plant and Machinery £	Fixtures and Fittings £	Land and Buildings £	Total £
1.6.2002 and 31.5.2003	28,290	106,735	38,822	173,847
Depreciation				
1.6.2002	13,083	70,907	20,565	145,535
Charge for year	3,041	7,166	2,285	12,492
31.5.2003	16,124	78,073	22,850	158,027
Net book amount				
31.5.2003	12,166	28,662	15,972	56,800
1.6.2002	15,207	35,828	18,257	69,292

## 8 Land and buildings

	2003 £	2002 £
Short leasehold	15,972	18,257

## 9 Fixed asset investments

None

## 10 Stocks

	2003 £	2002 £
General stock	20,854	21,381
	20,854	21,381

## PONTRALE LIMITED

## TRADING AS PARCO'S RESTAURANT

## NOTES ON FINANCIAL STATEMENTS

31.5.2003

## 11 Debtors

	2003 £	2002 £
Amounts falling due within one year		
Trade debtors	32,890	34,578
Other debtors	-	7,090
Prepayments and accrued income	7,841	67,748
	<u>40,731</u>	<u>109,416</u>

## 12 Creditors: amounts falling due within one year

	2003 £	2002 £
Payments on account: Planet Telecom	7,000	7,000
Trade creditors	32,770	60,875
Other taxation and social security	29,650	36,900
Accruals and deferred income	-	2,498
	<u>69,420</u>	<u>107,273</u>

## 13 Creditors: amounts falling due after more than one year

	2003 £	2002 £
Other loans	36,600	59,600
	<u>36,600</u>	<u>59,600</u>
	-	-
In five years or more	36,600	59,600
	<u>36,600</u>	<u>59,600</u>
Other loans	36,600	59,600

Other loans relate to Directors.

## PONTRALE LIMITED

## TRADING AS PARCO'S RESTAURANT

## NOTES ON FINANCIAL STATEMENTS

31.5.2003

## 14 Reconciliation of movements in shareholders' funds

	2003 £	2002 £
(Loss)/profit for the financial year representing a Net (subtraction from)/addition to shareholders' funds	(6,665)	59,467
Opening shareholders' funds	85,876	26,409
Closing shareholders' funds	<u>79,211</u>	<u>85,876</u>

## 15 Called up share capital

	2003		2002	
	Number of shares	£	Number of shares	£
Authorised				
Authorised share capital	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
Allotted called up and fully paid				
Authorised share capital	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

## 16 Profit and loss account

	2003 £
1.6.2002	85,776
Retained loss for the year	<u>(6,665)</u>
31.5.2003	<u>79,111</u>

## PONTRALE LIMITED

TRADING AS PARCO'S RESTAURANT  
 TRADING AND PROFIT AND LOSS ACCOUNT  
 for the year ended 31.5.2003

	2003		2002	
	£	£	£	£
<b>Turnover</b>				
Sales		928,070		1,090,939
<b>Cost of sales</b>				
Opening stock	21,381		24,952	
Purchases	284,913		341,357	
Direct wages	333,349		364,357	
Social security costs	25,718		28,340	
Closing stock	(20,854)		(21,381)	
		644,507		737,625
<b>Gross profit</b>		283,563		353,314
<b>Other operating income</b>				
Management charges	10,000		30,000	
Bank deposit interest	-		530	
		10,000		30,530
		293,563		383,844
<b>Less overheads</b>				
Licences & Membership Fees	3,378		3,692	
Motor expenses	3,066		1,961	
Telephone charges	2,631		3,018	
Sundry expenses	961		1,329	
Directors' emoluments	44,401		10,000	
Directors' social security costs	3,848		1,936	
Staff recruitment costs	70		298	
Advertising	14,738		25,380	
Music, Band & Entertainment	24,465		22,847	
Floral and Decorations	6,954		6,329	
Napkins, Uniform, Laundry & Cleaning	19,426		22,803	
Cutlery & Tableware	5,019		4,614	
Transport and Travelling	2,980		2,802	
Printing postage and stationery	4,400		4,138	
Heating and lighting	14,577		15,114	
Repairs and renewals	12,210		8,331	
Office insurance	5,830		3,317	
Rent, rates and service charges	105,055		127,655	
Bank charges	2,476		2,253	
Credit Card Charges	9,651		10,942	
Other interest	100		700	
Bad debts-Management charge	-		27,250	
Legal and professional fees	-		1,024	
Auditors' remuneration	750		750	
Accountants' fees	750		750	
Amounts w/o fixed asset investments	-		100	
Depreciation short leasehold	2,285		2,285	
Depreciation office equipment	3,041		3,802	
Depreciation fixtures and fittings	7,166		8,957	
		300,228		324,377
<b>Net (loss)/profit for the year</b>		(6,665)		59,467