

COMPANY NAME : PONTRALE LIMITED

COMPANY NUMBER: 2786896

FINANCIAL STATEMENTS

FOR THE YEAR END 31ST MAY, 1995

REGISTERED OFFICE:
Sedgwick Centre
1, Whitechapel High Street
London, E1 7PJ.



ANNUAL REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 1995

CONTENTS

Pages 1 - 2	:	REPORT TO THE DIRECTORS
Page 3	:	REPORT OF THE AUDITORS
Page 4	:	PROFIT AND LOSS ACCOUNT
Page 5	:	BALANCE SHEET
Page 6 - 8	:	NOTES FORMING PART OF THE FINANCIAL STATEMENTS

PONTRALE LIMITED

DIRECTORS

Mrs. G.A. Khalil

Mr. K.A. Khalil

SECRETARY AND REGISTERED OFFICE

Mrs. G.A. Khalil
Pontrale Limited
Sedgwick Centre
1 Whitechapel High Street
London E1 7PJ.

AUDITOR

J.A. Vince (FCA-Registered Auditor)
28 Criffel Avenue
Streatham Hill
London SW2 4AZ.

PONTRALE LIMITED
REPORT OF THE DIRECTORS

The Directors present their Report and the Financial Statements for the year ended 31st May, 1995.

Review of Activities

The principal activity of the Company during the Financial Year was the provision of Restaurant Services.

Results

The turnover for the period was 637,480 and the profit of the Company for the year was 51,045.

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 and loss of the company for that period. In preparing those financial statements the directors are required to :

- a. select suitable accounting policies and then apply them consistently;
- b. make judgments and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. 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 maintaining 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. 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.

Dividend

The Directors recommend the payment of a dividend of £30,000.

Directors Interests

The interests of the director's in the share capital of the Company at the beginning and end of the Year were as follows:-

	<u>Ordinary Shares of £1 each</u>	
	<u>at 31.05.94</u>	<u>at 1.06.95</u>
Mrs. G.A. Khalil	99	99
Mr. K.A. Khalil	1	1

Auditor

The Auditor, J.A. Vince, will be proposed for re-appointment at the Annual General Meeting in accordance with Section 384(1) of the Companies Act 1985.

By Order of the Board

G.A. Khalil

Mrs. G.A. Khalil
Secretary
27th March, 1996.

REPORT OF THE AUDITORS
TO THE MEMBERS OF PONTRALE LIMITED

I have audited the financial statements on Pages 4 - 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of Opinion

I conducted my 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 judgments 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or other irregularity or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion the financial statements for the year ended 31st May, 1995 have been properly prepared in accordance with the requirements of the Companies Act 1985 applicable to small companies.



J.A. Vince (FCA-Registered Auditor)
28 Criffel Avenue,
Streatham Hill,
London, SW2 4AZ.
27th March, 1996.

PONTRALE LIMITED T/A "PARCO'S" RESTAURANT
TRADING AND PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST MAY 1995

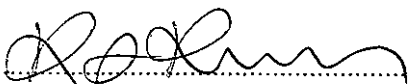
	<u>Note</u>	<u>1995</u>	<u>1994</u>
Turnover	2	637,480	446,655
Cost of Sales	3	351,335	297,117
		<hr/> 286,145	<hr/> 149,538
Selling and Distribution Costs	4	41,726	34,485
Administrative Expenses	5	141,532	99,610
Depreciation	6	5,482	4,619
Director's Remuneration	7	46,722	294
		<hr/> 235,462	<hr/> 139,008
Operating Profit		50,683	10,530
Interest Receivable		362	Nil
Interest Payable		Nil	Nil
		<hr/> 51,045	<hr/> 10,530
Profit before Taxation		51,045	10,530
Taxation on Profit		13,465	2,998
		<hr/> 37,580	<hr/> 7,532
Profit After Taxation		37,580	7,532
Dividends		30,000	6,000
		<hr/> 7,580	<hr/> 1,532
Retained Profit for Year		7,580	1,532
Retained Profit - Brought Forward		1,532	-
		<hr/> 9,112	<hr/> 1,532
Retained Profit - Carried Forward		9,112	1,532

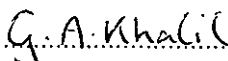
There are no recognised gains or losses other than those included in the Profit and Loss Account.

PONTRALE LIMITED
BALANCE SHEET AS AT 31ST MAY, 1995

	<u>Note</u>	<u>1995</u>	<u>1994</u>
FIXED ASSETS	8	43,838	45,870
CURRENT ASSETS	9	97,167	70,863
LESS : CREDITORS - Amounts falling due within one year	10	104,293	85,101
NET CURRENT LIABILITIES		(7,126)	(14,238)
TOTAL ASSETS LESS CURRENT LIABILITIES		36,712	31,632
LESS : CREDITORS - Amounts falling due after one year	11	27,500	30,000
NET ASSETS		9,212	1,632
CAPITAL & RESERVES :			
SHARE CAPITAL - Issued & Fully Paid	12	100	100
PROFIT & LOSS ACCOUNT		9,112	1,532
SHAREHOLDERS' FUND		9,212	1,632

The Directors have taken advantage of the exemptions conferred by Part 1 and Section A of Part 3 of Schedule 8 of the Companies Act 1985 on the grounds that the company is entitled to the benefit of these exemptions as a small company.

K.A. Khalil  Director

G.A. Khalil  Director

27th March, 1996.

PONTRALE LIMITED

NOTES TO ACCOUNTS

1. ACCOUNTING POLICIES

- a) The accounts have been prepared under the historical cost convention, in accordance with applicable accounting standards
- b) Stocks : These have been valued at the lower cost or net realisable value.
- c) Depreciation is calculated to write off the cost of assets over the expected useful life as below:

Fixtures, Fittings and Equipment : at a rate of 20% p.a. on straight line basis.

Motor Car : at a rate of 25% p.a. on straight line basis.

Leasehold premises : straight line basis over the period of 17 years.

- d) Turnover represents the amounts invoiced by the Company net of Value Added Tax.

	1995	1994
2. TURNOVER		
being the proceeds from restaurant services.	637,480	446,655
3. COST OF SALES		
Purchases (Net of stocks)	196,652	155,779
Direct Wages	154,683	141,338
	351,335	297,117
4. SELLING AND DISTRIBUTION COSTS		
Advertising	12,728	4,672
Music and Bands	6,493	3,081
Floral and Decorations	2,586	1,727
Napkins, Cleaning, Laundry & Uniforms	11,267	10,532
Cutlery & Tableware	2,344	5,001
Printing, Postage and Stationery	4,412	7,659
Transport and Travelling	1,896	1,813
	41,726	34,485

Notes to Accounts (Continued)

5. ADMINISTRATION EXPENSES

Salaries	-	12,138
Rent & Rates (a)	91,465	32,679
Light & Heat	8,038	11,098
Telephone	2,119	2,472
Insurance	2,207	2,385
Repairs & Renewals & Maintenance	14,091	16,176
Licences & Membership Fees	455	879
Motor Expenses	359	-
General Expenses	2,682	1,716
Accountancy	1,105	2,207
Audit Fees	1,320	1,050
Legal Expenses	3,848	5,682
Bank Charges	1,871	1,792
Credit Card Charges	11,972	9,336
	<hr/>	<hr/>
	141,532	99,610
	<hr/>	<hr/>

(a) No rent was payable for the first twelve months trading

6. DEPRECIATION & AMORTISATION

Fixtures and Fittings	1,990	1,990
Office Equipment	344	344
Leasehold Premises	2,285	2,285
Motor Car	863	-
	<hr/>	<hr/>
	5,482	4,619
	<hr/>	<hr/>

7. DIRECTOR'S REMUNERATION

Salaries and National Insurance	46,219	-
Director's Pension	503	294
	<hr/>	<hr/>
	46,722	294
	<hr/>	<hr/>

a) The emoluments of the Directors fell under the following ranges:-

	<u>Number</u>
£10,000 - £20,000	1
£20,000 - £30,000	1
Emoluments of the Chairman	£17,764
Emoluments of the highest paid Director	£24,013

b) The average number of employees during the year was 25.

Notes to Accounts (Continued)

8. FIXED ASSETS

	<u>Leasehold Premises</u>	<u>Fixtures & Fittings</u>	<u>Office Equipment</u>	<u>Motor Car</u>	<u>Total</u>
Cost or Valuation: 1.06.94	38,822	9,949	1,718	-	50,489
Addition				3,450	3,450
	38,822	9,949	1,718	3,450	53,939
Depreciation to date	4,570	3,980	688	863	10,101
NET BOOK VALUE 31.5.95	34,252	5,969	1,030	2,587	43,838

9. CURRENT ASSETS

Stocks	14,100	9,488
Trade Debtors	17,836	12,037
Sundry Debtors	3,817	2,180
Cash at Bank	59,086	44,104
Cash in Hand	2,328	3,054
	97,167	70,863

10. CURRENT LIABILITIES

Creditors falling due within one year

Trade Creditors	25,569	14,631
Sundry Creditors	11,536	44,741
Income Tax	4,267	2,626
Corporation Tax	5,909	1,498
Advanced Corporation Tax	7,500	1,500
Value Added Tax	19,512	14,105
Dividends	30,000	6,000
	104,293	85,101

11. CREDITORS FALLING DUE AFTER ONE YEAR

Director's Loan Account	27,500	30,000
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12. SHARE CAPITAL

Authorised - 10,000 Ordinary Shares of £1 each
 Issued - 100 Ordinary Shares of £1 each fully paid