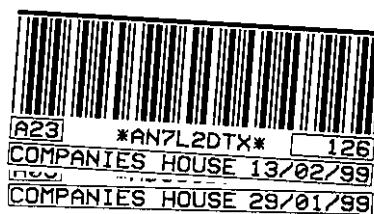


R. J. AND A. LIMITED (Trading as Domino's Pizza)
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 1998
COMPANY NUMBER: 03113441



R. J. AND A. LIMITED (Trading as Domino's Pizza)

DIRECTORS' REPORT

YEAR ENDED 31 MARCH 1998

The directors present their annual report together with the accounts for the year ended 31 March 1998.

Principal Activity

The company operates as a retail outlet specialising in the sale of pizza and featuring carry-out and delivery services.

Directors

The directors of the company in office during the period and their beneficial interests in the issued share capital were as follows:

	31.3.98 Ordinary Shares	31.3.97 Ordinary Shares
R. B. Chawda	34	34
H. B. Chawda	33	33
S. B. Chawda	<u>33</u>	<u>33</u>
	<u>100</u>	<u>100</u>

Small Company Exemptions

In preparing this report the directors have taken advantage of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

On behalf of the Board



R. B. Chawda
Director

18 January 1999

R. J. AND A. LIMITED (Trading as Domino's Pizza)

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 1998

	Note	1998	<u>13.10.95</u> to <u>31.3.97</u> £
Turnover	2	246,014	162,585
Cost of Sales		(65,116)	(45,391)
Gross Profit		180,898	117,194
Distribution Costs		(81,744)	(56,321)
Administrative Expenses		(94,332)	(75,974)
Operating Profit/(Loss)	3	4,822	(15,101)
Interest Receivable		439	1,080
Interest Payable		5,261 (291)	(14,021) —
Profit/(Loss) on Ordinary Activities before taxation		4,970	(14,021)
Tax on loss on ordinary activities		—	—
Retained Profit/(Loss) for the Year		<u>4,970</u>	<u>(14,021)</u>

Movements in Shareholders' Funds

Profit/Loss for the period	4,970	(14,021)
Shares issued during the period	—	100
	4,970	(13,921)
Opening Shareholders' Funds	<u>(13,921)</u>	—
Closing Shareholders' Funds	<u>(8,951)</u>	<u>(13,921)</u>

Continuing Operations

There were no acquisitions or discontinued operations during the period.

Total Recognised Gains or Losses

There were no recognised gains or losses other than those recorded in the profit and loss account.

The notes on pages 6 to 8 form an integral part of these accounts.

R. J. AND A. LIMITED (Trading as Domino's Pizza)

BALANCE SHEET

AS AT 31 MARCH 1998

		<u>1998</u>		<u>1997</u>	
	<u>Note</u>	£	£	£	£
Fixed Assets					
Intangible Assets	5	14,400		16,200	
Tangible Assets	6	<u>48,457</u>		<u>59,057</u>	
			62,857		75,257
Current Assets					
Stock	1	1,126		1,105	
Prepayments		8,656		-	
Cash at Bank and in Hand		<u>10,007</u>		<u>5,585</u>	
			19,789		6,690
Creditors: Amounts falling due within one year	7	<u>(91,597)</u>		<u>(95,868)</u>	
Net Current Liabilities			<u>(71,808)</u>		<u>(89,178)</u>
Net Liabilities			<u>(8,951)</u>		<u>(13,921)</u>
Capital and Reserves					
Called up share capital	8		100		100
Profit and Loss account			<u>(9,051)</u>		<u>(14,021)</u>
			<u>(8,951)</u>		<u>(13,921)</u>

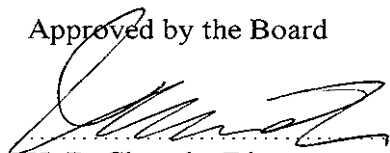
The exemption conferred by section 249A(1) not to have these accounts audited applies to the Company and the directors confirm that no notice has been deposited under s.249B(2) of the Companies Act 1985.

The directors acknowledge their responsibility for ensuring that:

- i) the Company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- ii) the accounts give a true and fair view of the state of affairs of the Company as at 31 March 1998 and of its profit or loss for the period then ended in accordance with the requirements of s.226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the Company.

The directors have taken advantage of the exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 on the grounds that the company qualifies as a small company.

Approved by the Board

..... 18 January 1999
H. B. Chawda, Director

The notes on pages 6 to 8 form an integral part of these accounts.

R. J. AND A. LIMITED (Trading as Domino's Pizza)

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 1998

1. ACCOUNTING POLICIES

Accounting convention

The accounts have been prepared under the historical cost convention.

Cash flow statement

The company has taken advantage of the exemption, conferred by Financial Reporting Standard 1, from presenting a cash flow statement as it qualifies as a small company.

Fixed assets and depreciation

The cost of the franchise and start up costs are amortised over 10 years on a straight-line basis. Depreciation is provided at the following annual rates in order to write-off each asset over its estimated useful life.

Leasehold Improvements	-20% straight line
Furniture, Fixtures & Equipment	-25% straight line
Mopeds	-50% straight line
Computer Equipment	-25% straight line

Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred Taxation

Deferred taxation is not provided for, as the directors are of the opinion that no actual liability will arise in the foreseeable future.

2. TURNOVER

The turnover and loss before taxation are attributable to the one principal activity of the company arising in the United Kingdom.

3. OPERATING PROFIT

The operating profit is stated after charging:

	<u>1998</u>	<u>1997</u>
	£	£
Depreciation on tangible fixed assets	26,757	21,263

4. INTEREST RECEIVABLE

	<u>1998</u>	<u>1997</u>
	£	£
Deposit account interest	439	1,080

R. J. AND A. LIMITED (Trading as Domino's Pizza)

NOTES TO THE ACCOUNTS (Cont.)

YEAR ENDED 31 MARCH 1998

5. INTANGIBLE FIXED ASSETS

	£
Cost	
As at 1 April 1997	18,000
Additions	<u>-</u>
As at 31 March 1998	<u>18,000</u>
Amortisation	
As at 1 April 1997	1,800
Charge for the year	<u>1,800</u>
As at 31 March 1998	<u>3,600</u>
Net Book Value	
As at 31 March 1998	<u>14,400</u>
As at 31 March 1997	<u>16,200</u>

6. TANGIBLE FIXED ASSETS

	<u>Plant and Machinery</u>
	£
Cost	
As at 1 April 1997	80,320
Additions	<u>16,157</u>
As at 31 March 1998	<u>96,477</u>
Depreciation	
As at 1 April 1997	21,263
Charge for the year	<u>26,757</u>
As at 31 March 1998	<u>48,020</u>
Net Book Value	
As at 31 March 1998	<u>48,457</u>
As at 31 March 1997	<u>59,057</u>

R. J. AND A. LIMITED (Trading as Domino's Pizza)

NOTES TO THE ACCOUNTS (Cont.)

YEAR ENDED 31 MARCH 1998

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>1998</u>	<u>1997</u>
	£	£
Loan	3,282	-
Trade Creditors	6,281	7,634
Directors' Loan Accounts	74,981	81,236
Others	<u>7,053</u>	<u>6,998</u>
	<u>91,597</u>	<u>95,868</u>

The directors' loans are interest free and repayable on demand.

8. CALLED UP SHARE CAPITAL

	<u>1998</u>	<u>1997</u>
	£	£
Authorised		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>

9. PROFIT AND LOSS ACCOUNT

	<u>1998</u>	<u>1997</u>
	£	£
Brought Forward	(14,021)	-
Profit for the Year	<u>4,970</u>	<u>(14,021)</u>
Carried Forward	<u>(9,051)</u>	<u>(14,021)</u>