

**LONGSHOT ESTATES LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30 SEPTEMBER 2001**



Company no 03205737

# **LONGSHOT ESTATES LIMITED**

## **FINANCIAL STATEMENTS**

For the year ended 30 September 2001

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Company registration number:	03205737
Registered office:	17 Mossop Street London SW3 2LY
Directors:	J M Cadbury E M Dunmore A G B Langlands Pearse O R Vigors
Secretary:	E M Dunmore
Bankers:	National Westminster Bank plc Abbey Gardens 4 Abbey Street Reading Berkshire RG1 33A
Solicitors:	Boodle Hatfield 61 Brook Street London W1Y 2BL  Devonshires Salisbury House London Wall London EC2M 5QY
Auditors:	Grant Thornton Registered auditors Chartered accountants Grant Thornton House Melton Street Euston Square London NW1 2EP

# **LONGSHOT ESTATES LIMITED**

## **FINANCIAL STATEMENTS**

For the year ended 30 September 2001

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# **LONGSHOT ESTATES LIMITED**

## **REPORT OF THE DIRECTORS**

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The directors present their report together with financial statements for the year ended 30 September 2001.

### **Principal activities**

The company is principally engaged in the operation and expansion of its neighbourhood restaurant business concept.

### **Business review**

There was a profit for the year after taxation amounting to £78,445 (2000: profit £49,574). The directors do not recommend payment of a dividend.

### **Directors**

None of the directors or their families had any interest in the shares of the company as at 30 September 2001 and 1 October 2000.

J M Cadbury  
E M Dunmore  
A G B Langlands Pearse  
O R Vigors

### **Directors' responsibilities for the financial statements**

Company law in the United Kingdom 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 then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

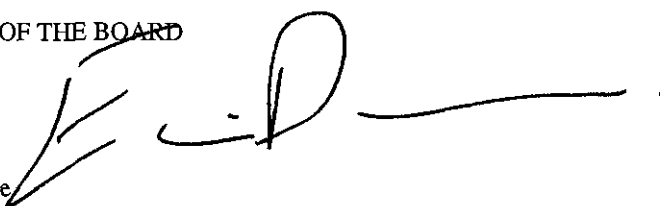
The directors are responsible for maintaining proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **Auditors**

Grant Thornton offer themselves for reappointment as auditors in accordance with section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD

E M Dunmore  
Secretary  
26 June 2002



## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF LONGSHOT ESTATES LIMITED**

We have audited the financial statements of Longshot Estates Limited for the year ended 30 September 2001 which comprise the principal accounting policies, the profit and loss account, the balance sheet, and notes 1 to 17. These financial statements have been prepared under the accounting policies set out therein.

### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the directors' report and the financial statements in accordance with United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

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 with the group is not disclosed.

We read other information contained in the directors' report, and consider whether it is consistent with the audited financial statements. We consider the implication for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

### **Basis of 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 30 September 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**GRANT THORNTON  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS**

LONDON

26 June 2002

# **LONGSHOT ESTATES LIMITED**

## **PRINCIPAL ACCOUNTING POLICIES**

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### **BASIS OF PREPARATION**

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

The principal accounting policies of the company have remained unchanged from the previous period and are set out below.

### **TURNOVER**

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

### **TANGIBLE FIXED ASSETS AND DEPRECIATION**

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful lives. The rates generally applicable are:

Leasehold buildings	The period of the lease based upon estimates of lease amortisation rates
Plant and machinery	25% straight line basis
Motor vehicles	25% straight line basis
Fixtures and fittings	10% - 25% straight line basis

### **STOCKS**

Stocks are stated at the lower of cost and net realisable value.

### **DEFERRED TAXATION**

Deferred tax is provided for using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

### **LEASED ASSETS**

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

**LONGSHOT ESTATES LIMITED****PROFIT AND LOSS ACCOUNT**

For the year ended 30 September 2001

	Note	2001 £	2000 £
<b>Turnover</b>	1	<b>2,620,593</b>	1,615,383
Cost of sales		<b>(1,003,889)</b>	(635,431)
Gross profit		<b>1,616,704</b>	979,952
Administration costs - variable		<b>(1,304,883)</b>	(704,515)
Administration costs - fixed		<b>(296,730)</b>	(216,664)
Other operating income	1	<b>67,218</b>	-
<b>Operating profit</b>		<b>82,309</b>	58,773
Other interest receivable and similar income		<b>1,444</b>	960
Interest payable and similar charges	2	<b>(5,308)</b>	(10,159)
<b>Profit on ordinary activities before taxation</b>	1	<b>78,445</b>	49,574
Tax on profit on ordinary activities	4	-	-
<b>Profit transferred to reserves</b>	11	<b>78,445</b>	49,574

There were no recognised gains or losses other than the profit for the financial year.

All activities arose from continuing operations.

The accompanying accounting policies and notes form an integral part of these financial statements.

# **LONGSHOT ESTATES LIMITED**

**BALANCE SHEET AT 30 SEPTEMBER 2001**

	<b>Note</b>	<b>2001 £</b>	<b>2000 £</b>
<b>Fixed assets</b>			
Tangible assets	5	<u>1,688,305</u>	<u>1,564,442</u>
		<b>1,688,305</b>	<b>1,564,442</b>
<b>Current assets</b>			
Stocks	6	<b>34,093</b>	36,678
Debtors	7	<b>129,132</b>	61,625
Cash at bank and in hand		<u><b>70,751</b></u>	<u>21,136</u>
		<b>233,976</b>	<b>119,439</b>
<b>Creditors: amounts falling due within one year</b>	8	<u><b>(1,281,971)</b></u>	<u>(1,275,431)</u>
<b>Net current liabilities</b>		<u><b>(1,047,995)</b></u>	<u>(1,155,992)</u>
<b>Total assets less current liabilities</b>		<b>640,310</b>	<b>408,450</b>
<b>Creditors: amounts falling due after more than one year</b>	9	<u><b>(412,289)</b></u>	<u>(258,876)</u>
		<u><b>228,021</b></u>	<u><b>149,574</b></u>
<b>Capital and reserves</b>			
Called up share capital	10	<b>100,000</b>	100,000
Profit and loss account	11	<u><b>128,021</b></u>	<u>49,574</u>
<b>Shareholders' funds</b>	12	<u><b>228,021</b></u>	<u><b>149,574</b></u>

The financial statements were approved by the Board of Directors on 26 June 2002

J M Cadbury



**Director**

E M Dunmore



The accompanying accounting policies and notes form an integral part of these financial statements.



# LONGSHOT ESTATES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 September 2001

### 1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The profit on ordinary activities is stated after:

2001	2000
£	£

Auditors' remuneration

-	7,500
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Depreciation and amortisation:

Tangible fixed assets, owned

108,030	51,827
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Other operating lease rentals

144,995	131,721
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Other operating income includes:

Rental income

67,218	-
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The audit fee has been borne by the parent company.

### 2 INTEREST PAYABLE AND SIMILAR CHARGES

2001	2000
£	£

Other interest payable and similar charges

5,308	10,159
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### 3 DIRECTORS AND EMPLOYEES

Staff costs during the year were as follows:

2001	2000
£	£

Wages and salaries

561,733	464,311
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Social security costs

65,543	44,502
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627,276	508,813
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The average number of employees of the company during the year was 56 (2000: 48) all of whom are engaged in catering.

### 4 TAX ON PROFIT ON ORDINARY ACTIVITIES

Due to the availability of group losses there is no tax charge for the year.

# **LONGSHOT ESTATES LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 30 September 2001

### **5 TANGIBLE FIXED ASSETS**

	Leasehold land and buildings £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost					
At 1 October 2000	1,227,480	248,663	1,749	138,377	1,616,269
Additions	192,230	32,535	3,465	3,663	231,893
	<u>1,419,710</u>	<u>281,198</u>	<u>5,214</u>	<u>142,040</u>	<u>1,848,162</u>
Depreciation					
At 1 October 2000	17,175	17,602	437	16,613	51,827
Provided in the year	33,596	40,034	1,303	33,097	108,030
	<u>50,771</u>	<u>57,636</u>	<u>1,740</u>	<u>49,710</u>	<u>159,857</u>
Net book amount at 30 September 2001	<u><u>1,368,939</u></u>	<u><u>223,562</u></u>	<u><u>3,474</u></u>	<u><u>92,330</u></u>	<u><u>1,688,305</u></u>
Net book amount at 30 September 2000	<u><u>1,210,305</u></u>	<u><u>231,061</u></u>	<u><u>1,312</u></u>	<u><u>121,764</u></u>	<u><u>1,564,442</u></u>

### **6 STOCKS**

	2001 £	2000 £
Goods for resale	<u><u>34,093</u></u>	<u><u>36,678</u></u>

### **7 DEBTORS**

	2001 £	2000 £
Trade debtors	10,418	-
Other debtors	78,564	32,590
Prepayments and accrued income	40,150	29,035
	<u><u>129,132</u></u>	<u><u>61,625</u></u>

Included above are the following amounts which are due after more than one year:

Other debtors	<u><u>2,723</u></u>	<u><u>-</u></u>
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# LONGSHOT ESTATES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 September 2001

### 8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2001 £	2000 £
Bank loans and overdrafts	119,102	70,603
Trade creditors	274,724	147,384
Amounts owed to group undertakings	789,420	876,914
Amounts owed to associates	1	124,437
Social security and other taxes	82,690	43,406
Other creditors	1,883	-
Accruals and deferred income	14,151	12,687
	<u>1,281,971</u>	<u>1,275,431</u>

Bank borrowings are secured by a fixed and floating charge over the company's assets.

### 9 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2001 £	2000 £
Bank loans	<u>412,289</u>	<u>258,876</u>

The bank loans are secured firstly by a mortgage debenture over the leasehold properties and then by way of a fixed and floating charge over the company's other assets. It is repayable over five years, at an interest rate of 1.75% over the bank base rate.

Borrowings are repayable as follows:

	2001 £	2000 £
Within one year	119,102	70,603
After one and within two years	126,544	70,603
After two and within five years	285,745	188,273
	<u>531,391</u>	<u>329,479</u>

### 10 SHARE CAPITAL

	2001 £	2000 £
Authorised Ordinary £1 shares	<u>300,000</u>	<u>300,000</u>
Allotted, called up and fully paid Ordinary £1 shares	<u>100,000</u>	<u>100,000</u>

# LONGSHOT ESTATES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 September 2001

### 11 RESERVES

	Profit and loss account £
At 1 October 2000	49,576
Retained profit for the year	78,445
At 30 September 2001	<u>128,021</u>

### 12 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001 £	2000 £
Profit for the financial year	78,445	49,574
Issue of shares	-	99,249
Net increase in shareholders' funds	<u>78,445</u>	<u>148,823</u>
Shareholders' funds at 1 October 2000	149,576	751
Shareholders' funds at 30 September 2001	<u>228,021</u>	<u>149,574</u>

### 13 LEASING COMMITMENTS

Operating lease payments amounting to £145,000 (2000: £145,000) are due within one year. The leases to which these amounts relate expire as follows:

	2001 Land and buildings £	2000 Land and buildings £
In five years or more	<u>145,000</u>	<u>145,000</u>

### 14 CAPITAL COMMITMENTS

The company had no capital commitments at 30 September 2001 or 30 September 2000.

### 15 CONTINGENT LIABILITIES

There were no contingent liabilities at 30 September 2001 or 30 September 2000.

# **LONGSHOT ESTATES LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 30 September 2001

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### **16 RELATED PARTY TRANSACTIONS**

During the year the company was advanced monies by Longshot Limited, the ultimate parent undertaking. At the year-end, the amount outstanding amounted to £789,420 (2000: £876,914).

During the year the company was advanced monies by Longshot VQ Limited, a fellow subsidiary. At the year end the amount outstanding amounted to £Nil (2000: £124,437).

During the prior year, the company made payments totalling £2,354 to MacIntyre & Co for professional services. Eric Dunmore, a director of the company, was at the time, a partner in the firm.

### **17 ULTIMATE PARENT UNDERTAKING AND CONTROLLING RELATED PARTY**

The directors consider that the ultimate parent undertaking of this company is its parent company Longshot Limited by virtue of its ownership of 99% of the share capital of the company.