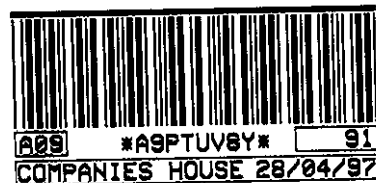


Company Number: 37608

**Bandarapola Ceylon Company Limited**  
**Financial Statements**  
**for the year ended 31st December 1996**



**Bandarapola Ceylon Company Limited**

**Company Information**

**Company No: 37608**

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**Chairman**

R.R. Ranaweera

**Registered Office**

20-24 High Street  
Rayleigh  
Essex  
SS6 7EF

**Directors**

R.R. Ranaweera  
B.C Ranaweera

**Secretary**

R.R. Ranaweera

**Reporting Accountants**

Masons  
20-24 High Street  
Rayleigh  
Essex  
SS6 7EF

**Page No.**

1 and 2	Directors' Report
3	Accountants' Report
4	Profit and Loss Account
5	Balance Sheet
6 to 8	Notes to the Financial Statements

# Bandarapola Ceylon Company Limited

## Directors' Report

for the year ended 31st December 1996

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The directors submit their report together with the unaudited financial statements for the year ended 31st December 1996.

### Directors' Statement

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 loss for that year. 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 keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the company and to enable them to ensure 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.

### Results and Dividends

The trading loss for the year after taxation was £9,161 which has been transferred from reserves.

The directors do not recommend the payment of a dividend.

### Principal Activity and Business Review

The principal activity of the company continued to be that of investment property, and the property remained unlet during the year.

### Fixed Assets

The significant changes in fixed assets are shown in the notes to the financial statements.

### Directors and their Interests

The directors who served during the year and their interests, together with the interests of their families, in the share capital of the company were as follows:

	Ordinary shares of £1 each	
	1996	1995
	No.	No.
R.R. Ranaweera	3	3
B.C Ranaweera	3	3

**Bandarapola Ceylon Company Limited**

**Directors' Report**

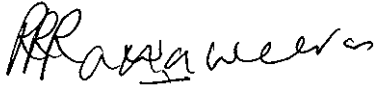
**for the year ended 31st December 1996**

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**Reporting Accountants**

The Reporting Accountants, Masons Chartered Accountants, have indicated that they are willing to be reappointed at the forthcoming Annual General Meeting.

By Order of the Board:



R.R. Ranaweera, Secretary

Date: 1/4/97

**Accountants' Report to the Shareholders**  
**on the Unaudited Accounts of Bandarapola Ceylon Company Limited**

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We report on the accounts for the year ended 31st December 1996 set out on pages 4 to 8.

**Respective responsibilities of directors and reporting accountants**

As described on page 1 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

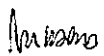
**Basis of opinion**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

**Opinion**

In our opinion:

- a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

  
**Masons**  
**Reporting Accountants**  
21st April 1997

**20-24 High Street**  
**Rayleigh**  
**Essex**  
**SS6 7EF**

**Bandarapola Ceylon Company Limited****Profit and Loss Account****for the year ended 31st December 1996**

	Notes	1996 £	1995 £
Administrative expenses		(2,979)	(3,111)
<b>Operating loss</b>		(2,979)	(3,111)
Interest receivable		7	-
Interest payable	2	(6,189)	(6,697)
<b>Loss on ordinary activities after Taxation</b>		(9,161)	(9,808)
<b>Retained loss transferred from reserves</b>	8	(9,161)	(9,808)

*All amounts relate to continuing activities.*

*There have been no recognised gains or losses, other than the results for the financial year, and all profits or losses have been accounted for on an historical cost basis.*

# Bandarapola Ceylon Company Limited

## Balance Sheet

as at 31st December 1996

	Notes	1996 £	1996 £	1995 £	1995 £
<b>Fixed Assets</b>					
Tangible fixed assets	3		109,694		109,694
<b>Current Assets</b>					
Debtors	4	6,692		6,700	
Cash at bank and in-hand		61		53	
		6,753		6,753	
<b>Creditors:</b>					
Amounts falling due within one year	5	9,574		8,497	
<b>Net Current (Liabilities)</b>			(2,821)		(1,744)
<b>Total Assets Less Current Liabilities</b>			106,873		107,950
<b>Creditors:</b>					
Amounts falling due after more than one year	6		(195,889)		(187,805)
			(89,016)		(79,855)
<b>Capital and Reserves</b>					
Share capital	7		60,000		60,000
Share premium account	8		4,102		4,102
Profit and loss account	8		(153,118)		(143,957)
			(89,016)		(79,855)

### Analysis of shareholders' funds

Equity interests	9	(89,016)	(79,855)
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In the directors' opinion the company was entitled under Section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 31st December 1996. No notice from members requiring an audit has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its accounts for the financial year.

The directors acknowledge their responsibilities for: ensuring that the company keeps accounting records which comply with section 221; and for preparing accounts which give a true and fair view of the state of the affairs of the company as at 31st December 1996 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

These accounts were approved by the board on . 1/4/97

R.R. Ranaweera 



# Bandarapola Ceylon Company Limited

## Notes to the Financial Statements

31st December 1996

### 1 Principal Accounting Policies

#### *Accounting Convention*

The Financial Statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention.

#### *Cashflow Statement*

In the opinion of the directors the company qualifies as a small company and accordingly a cashflow statement is not required.

#### *Depreciation*

Depreciation is calculated to write down the cost, less estimated residual value, of all tangible fixed assets, other than freehold land, over their expected useful lives. The rates generally applicable are:

Freehold land and buildings	No depreciation provided
Furniture and equipment	Fully depreciated

<b>2 Interest Payable</b>	<b>1996</b>	<b>1995</b>
	£	£
Bank overdrafts repayable within five years	35	12
Bank loans not wholly repayable within five years	6,154	6,685
	<u>6,189</u>	<u>6,697</u>

### 3 Tangible Fixed Assets

	<b>Freehold land and buildings</b>	<b>Furniture and equipment</b>	<b>Total</b>
<b>Cost</b>	£	£	£
At 1st January 1996	107,674	8,514	116,188
At 31st December 1996	<u>107,674</u>	<u>8,514</u>	<u>116,188</u>
<b>Depreciation</b>			
At 1st January 1996	-	6,494	6,494
At 31st December 1996	<u>-</u>	<u>6,494</u>	<u>6,494</u>
<b>Net Book Value</b>			
At 31st December 1996	<u>107,674</u>	<u>2,020</u>	<u>109,694</u>
At 31st December 1995	<u>107,674</u>	<u>2,020</u>	<u>109,694</u>

# Bandarapola Ceylon Company Limited

## Notes to the Financial Statements

31st December 1996

<b>4 Debtors</b>	<b>1996</b>	<b>1995</b>
	£	£
Other debtors	6,526	6,214
Prepayments and accrued income	166	486
	<u>6,692</u>	<u>6,700</u>

Included in the above are amounts falling due after more than one year as follows:

Other debtors	6,526	6,214
	<u>6,526</u>	<u>6,214</u>

<b>5 Creditors: Amounts Falling Due Within One Year</b>	<b>1996</b>	<b>1995</b>
	£	£
Bank loans and overdrafts	6,036	4,616
Other creditors	3,000	3,000
Accruals and deferred income	538	881
	<u>9,574</u>	<u>8,497</u>

Bank loans and overdrafts of £6,036 (1995 £4,616) are secured on the freehold property

<b>6 Creditors: Amounts Falling Due After More Than One Year</b>	<b>1996</b>	<b>1995</b>
	£	£
Bank loans	43,191	48,047
Other loans	152,698	139,758
	<u>195,889</u>	<u>187,805</u>

Bank loan of £43,191 (1995 £48,047 ) is secured on the freehold property

Bank loans repayable by instalments as follows:-

Due after one year	5,369	5,000
Between two and five years	21,041	19,000
After five years	16,781	24,047
	<u>43,191</u>	<u>48,047</u>
Within one year	4,711	4,500
	<u>47,902</u>	<u>52,547</u>

Secured on the freehold property.

**Bandarapola Ceylon Company Limited**

**Notes to the Financial Statements**

**31st December 1996**

<b>7</b>	<b>Share Capital</b>	<b>1996</b>	<b>1996</b>	<b>1995</b>	<b>1995</b>
	<b>Authorised</b>	<b>Number</b>	<b>£</b>	<b>Number</b>	<b>£</b>
	Ordinary shares of 25p	280,000	70,000	280,000	70,000
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<b>Allotted and fully paid</b>	<b>Number</b>	<b>£</b>	<b>Number</b>	<b>£</b>
	Ordinary shares of 25p	240,000	60,000	240,000	60,000
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

<b>8</b>	<b>Share Premium Account and Reserves</b>	<b>Share Premium Account</b>	<b>Profit and Loss Account</b>
		<b>£</b>	<b>£</b>
	At 1st January 1996	4,102	(143,957)
	Loss for the year	-	(9,161)
		<u>          </u>	<u>          </u>
	At 31st December 1996	4,102	(153,118)
		<u>          </u>	<u>          </u>

<b>9</b>	<b>Reconciliation of the Movement in Shareholders' Funds</b>	<b>1996</b>	<b>1995</b>
		<b>£</b>	<b>£</b>
	Loss for the financial year	(9,161)	(9,808)
		<u>          </u>	<u>          </u>
	(Decrease) in shareholders' funds	(9,161)	(9,808)
	Opening shareholders' funds	(79,855)	(70,047)
		<u>          </u>	<u>          </u>
	Closing shareholders' funds	(89,016)	(79,855)
		<u>          </u>	<u>          </u>

# Bandarapola Ceylon Company Limited

## Notes to the Financial Statements

31st December 1996

7	<b>Share Capital</b>	<b>1996</b>	<b>1996</b>	<b>1995</b>	<b>1995</b>
	<b>Authorised</b>	<b>Number</b>	<b>£</b>	<b>Number</b>	<b>£</b>
	Ordinary shares of 25p	<u>280,000</u>	<u>70,000</u>	<u>280,000</u>	<u>70,000</u>
	<b>Allotted and fully paid</b>	<b>Number</b>	<b>£</b>	<b>Number</b>	<b>£</b>
	Ordinary shares of 25p	<u>240,000</u>	<u>60,000</u>	<u>240,000</u>	<u>60,000</u>

8	<b>Share Premium Account and Reserves</b>	<b>Share Premium Account £</b>	<b>Profit and Loss Account £</b>
	At 1st January 1996	4,102	(143,957)
	Loss for the year	-	(9,161)
	At 31st December 1996	<u>4,102</u>	<u>(153,118)</u>

9	<b>Reconciliation of the Movement in Shareholders' Funds</b>	<b>1996 £</b>	<b>1995 £</b>
	Loss for the financial year	<u>(9,161)</u>	<u>(9,808)</u>
	(Decrease) in shareholders' funds	(9,161)	(9,808)
	Opening shareholders' funds	<u>(79,855)</u>	<u>(70,047)</u>
	Closing shareholders' funds	<u>(89,016)</u>	<u>(79,855)</u>