

MARINE ICES LIMITED

REPORT AND ACCOUNTS

YEAR ENDED 30TH APRIL, 1998



COMPANY NUMBER : 688580

REPORT AND ACCOUNTS
1998

DIRECTORS:

G.A. MANSI
D.G.R. MANSI
G.A.F. MANSI

SECRETARY:

ELVIRA MANSI

REGISTERED OFFICE:
AND
BUSINESS ADDRESS

8 HAVERSTOCK HILL
LONDON
NW3 2BL

REGISTERED AUDITORS:

GOODMAN LAWRENCE & CO
CHARTERED CERTIFIED ACCOUNTANTS
56A HAVERSTOCK HILL
LONDON NW3 2BH

BANKERS:

BARCLAYS BANK PLC.

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REPORT AND ACCOUNTS
1998

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REPORT OF THE DIRECTORS

The Directors present their Annual Report together with the Audited Accounts of the Company for the year ended 30th April, 1998.

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 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 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.

PRINCIPAL ACTIVITIES

The Company has continued throughout the year to trade as manufacturers, wholesalers and retailers of Ice-Cream and Restaurateurs.

DIRECTORS AND INTERESTS IN SHARES

The Directors who served during the year and their beneficial interests in the Issued Share Capital of the Company, both at the beginning and end of the year, were as follows:

		<u>Ordinary Shares of £1 each</u>	
		<u>'A'</u>	<u>'B'</u>
G.A	MANSI	9,200	2,000
D.G.R.	MANSI	9,200	1,000
G.A.F.	MANSI	9,200	1,000

REPORT OF THE DIRECTORS

AUDITORS

Messrs. Goodman Lawrence & Company have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting, in accordance with Section 385 of the Companies Act 1985.

In preparing this report we have taken advantage of the special exemptions applicable to small companies.

By order of the Board


.....
G.A.F. MANSI
Director

Dated this 5 th day of February, 1999

AUDITOR'S REPORT
TO THE MEMBERS OF
MARINE ICES LIMITED

We have audited the financial statements on pages 7 to 15 which have been prepared under the historical cost convention and the accounting policies set out on page 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 4 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 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 of the Company at 30th April, 1998 have been properly prepared in accordance with the provisions of the Companies Act, 1985 applicable to small companies.



56A HAVERSTOCK HILL
LONDON NW3 2BH

GOODMAN LAWRENCE & CO
REGISTERED AUDITORS
CHARTERED CERTIFIED ACCOUNTANTS

Dated this 8th day of February, 1999

BALANCE SHEET
AS AT 30TH APRIL, 1998

	Note	£	£	1997 £
<u>FIXED ASSETS</u>				
Tangible Assets	2		514,424	406,695
<u>CURRENT ASSETS</u>				
Stock	3	165,699		104,235
Debtors	4	452,331		357,879
Cash at Bank and in Hand		205,116		315,364
		<u>823,146</u>		<u>777,478</u>
<u>CREDITORS</u>				
Amounts falling due within one year	5	603,824		567,901
<u>NET CURRENT ASSETS</u>			219,322	209,577
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			733,746	616,272
<u>CREDITORS</u>				
Amounts falling due after more than one year	6		10,000	10,000
			<u>723,746</u>	<u>606,272</u>
<u>CAPITAL AND RESERVES</u>				
Called up Share Capital	7		44,000	44,000
Share Premium Account	8		2,000	2,000
Profit and Loss Account	9		677,746	560,272
<u>SHAREHOLDERS' FUNDS</u>			723,746	606,272

In preparing these accounts the Directors have taken advantage of the exemptions applied to small companies conferred by Part I of Schedule 8 of the Companies Act 1985 and have done so on the basis that, in their opinion, the company satisfies the criteria for exemption as a small company.

These financial statements were approved by the Board on 5th February 1999.


.....
G.A. MANSI - Director

PROFIT AND LOSS ACCOUNT
YEAR ENDED 30TH APRIL, 1998

	Note	£	1997 £
<u>TURNOVER</u>	11	2,603,004	2,162,357
COST OF SALES		(1,443,357)	(1,202,830)
<u>GROSS PROFIT</u>		1,159,647	959,527
DISTRIBUTION COSTS		(314,580)	(198,716)
ADMINISTRATIVE EXPENSES	12	(538,777)	(501,071)
OTHER OPERATING INCOME		4,576	8,132
<u>OPERATING PROFIT</u>		310,866	267,872
PROFIT ON DISPOSAL OF TANGIBLE FIXED ASSETS		25,269	18,316
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST</u>		336,135	286,188
INTEREST RECEIVABLE		25,067	11,509
INTEREST PAYABLE		(11,688)	(13,651)
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		349,514	284,046
TAX ON PROFIT ON ORDINARY ACTIVITIES	13	(78,040)	(71,174)
<u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>	9	271,474	212,872
DIVIDENDS	14	(154,000)	(154,000)
<u>RETAINED PROFIT FOR THE YEAR</u>	9	117,474	58,872

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

NOTES TO THE ACCOUNTS
YEAR ENDED 30TH APRIL, 1998

1. ACCOUNTING POLICIES

The Accounts are prepared under the historical cost convention, and in accordance with applicable accounting standards. The following accounting policies have been applied:

a. Depreciation

Depreciation is calculated so as to write off the cost of fixed assets over their expected useful working lives as follows:-

	<u>Annual Rate</u>	<u>Basis</u>
	<u>%</u>	
Freehold Land and Buildings	2	Reducing Balance
Plant and Equipment	25	Reducing Balance
Fixtures and Fittings	15	Reducing Balance
Computer Hardware	25	Reducing Balance
Motor Vehicles	25	Reducing Balance

b. Stock

Stock is valued at the lower of cost and net realisable value after making due allowance for any obsolete and slow moving items. Cost in the case of manufactured goods includes direct material and labour and a proportion of manufacturing fixed and variable overheads.

c. Turnover

Turnover represents invoiced value of goods and services supplied by the Company to third parties excluding Value Added Tax, and net of credits for goods returned.

d. Deferred Taxation

A Provision, when necessary, is made to reflect the possible liability or the increase in value of an asset that might crystallise due to the timing differences between the treatment of such an asset for taxation and accounting purposes.

As in the opinion of the Directors no such liability or increase in value is likely to crystallise in the foreseeable future no such a provision is made.

NOTES TO THE ACCOUNTS
YEAR ENDED 30TH APRIL, 1998

e. Foreign Currencies

Assets and liabilities expressed in foreign currencies are translated to Sterling at rates of exchange ruling at the end of the financial period.

Transactions made during the period expressed in foreign currencies are translated to Sterling at rates of exchange ruling at that date, or where this is not practical, at an average rate.

All gains or losses arising therefrom are taken directly to the profit and loss account.

f. Pension Costs

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

g. Cash Flow Statement

The Company has taken advantage of the exemption in Financial Reporting Standard Number 1 from producing a cash flow statement on the grounds that it is a small company.

NOTES TO THE ACCOUNTS
YEAR ENDED 30TH APRIL, 1998

2. TANGIBLE FIXED ASSETS

<u>COST</u>	<u>TOTAL</u> <u>£</u>	<u>FREEHOLD</u> <u>LAND AND</u> <u>BUILDING</u> <u>£</u>	<u>PLANT AND</u> <u>EQUIPMENT</u> <u>£</u>	<u>MOTOR</u> <u>VEHICLES</u> <u>£</u>
At 1.5.97	1,504,790	243,719	1,033,841	227,230
Additions	216,335	33,616	82,683	100,036
Disposals	(48,310)	-	-	(48,310)
At 30.4.98	1,672,815	277,335	1,116,524	278,956
DEPRECIATION				
At 1.5.97	1,098,095	69,006	869,605	159,484
For Year	97,065	4,167	53,839	39,059
On Disposals	(36,769)	-	-	(36,769)
At 30.4.98	1,158,391	73,173	923,444	161,774
NET BOOK VALUE				
At 30.4.98	514,424	204,162	193,080	117,182
At 30.4.97	406,695	174,713	164,236	67,746

3. STOCK AND WORK IN PROGRESS

	<u>£</u>	<u>1997</u> <u>£</u>
Raw Materials	118,415	65,455
Work in Progress	1,970	1,013
Finished Goods	45,314	37,767
	165,699	104,235

NOTES TO THE ACCOUNTS
YEAR ENDED 30TH APRIL, 1998

	<u>Note</u>	<u>£</u>	<u>1997</u> <u>£</u>
4. DEBTORS			
Trade Debtors		353,189	304,452
Companies under Common Control	17	433	433
Advance Corporation Tax Recoverable		38,500	-
Other Debtors		5,409	1,477
Prepayments and Accrued Income		<u>54,550</u>	<u>51,517</u>
		<u>452,081</u>	<u>357,879</u>
5. CREDITORS: Amounts falling due within one year			
Bank Overdraft		21,508	11,814
Trade Creditors		216,293	222,677
Companies Under Common Control	17	32,785	32,918
Directors Current Accounts		71,656	59,690
Corporation Tax		79,000	31,579
Advanced Corporation Tax Payable		20,900	38,500
Taxation and Social Security		59,721	60,248
Other Creditors		78,122	92,989
Accruals and Deferred Income		<u>23,839</u>	<u>17,486</u>
		<u>603,824</u>	<u>567,901</u>
6. CREDITORS: Amounts falling due after more than one year			
Unsecured Loan (*)		<u>10,000</u>	<u>10,000</u>
(*) No fixed term for repayment Interest charged at Bank Rates			

NOTES TO THE ACCOUNTS
YEAR ENDED 30TH APRIL, 1998

	<u>£</u>	<u>1997</u> <u>£</u>
7. <u>SHARE EQUITY CAPITAL</u>		
<u>Authorised</u>		
'A' Ordinary Shares of £1 each	80,000	80,000
'B' Ordinary Shares of £1 each	<u>20,000</u>	<u>20,000</u>
	100,000	100,000
	<u>=====</u>	<u>=====</u>
<u>Called Up, Issued and Fully Paid</u>		
'A' Ordinary Shares of £1 each	40,000	40,000
'B' Ordinary Shares of £1 each	<u>4,000</u>	<u>4,000</u>
	<u>=====</u>	<u>=====</u>
8. <u>SHARE PREMIUM ACCOUNT</u>		
As at 1.5.97		
and end of the Year	<u>2,000</u>	<u>2,000</u>
	<u>=====</u>	<u>=====</u>
9. <u>PROFIT AND LOSS ACCOUNT</u>		
Balance at 1.5.97	560,272	501,400
Net Profit for the Year	<u>117,474</u>	<u>58,872</u>
Balance at 30.4.98	<u>677,746</u>	<u>560,272</u>
	<u>=====</u>	<u>=====</u>
10. <u>RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS</u>		
Profit for the Year	271,474	212,872
Less: Dividends	<u>154,000</u>	<u>154,000</u>
	117,474	58,872
Opening Shareholders' Funds	<u>606,272</u>	<u>547,400</u>
Closing Shareholders' Funds	<u>723,746</u>	<u>606,272</u>
	<u>=====</u>	<u>=====</u>

NOTES TO THE ACCOUNTS
YEAR ENDED 30TH APRIL, 1998

11. TURNOVER

The contribution of the various activities of the Company to Turnover and Profit before taxation are set out below:

	<u>1998</u>		<u>1997</u>	
	<u>Turnover</u>	<u>Profit Before Tax</u>	<u>Turnover</u>	<u>Profit Before Tax</u>
	<u>£</u>	<u>£'000</u>	<u>£</u>	<u>£'000</u>
Wholesale	2,048,313	275	1,532,800	201
Retail	209,384	28	231,431	30
Restaurant	345,307	46	398,126	52
	<u>2,603,004</u>	<u>349</u>	<u>2,162,357</u>	<u>284</u>

	<u>Note</u>	<u>£</u>	<u>1997</u> <u>£</u>
12. <u>ADMINISTRATIVE EXPENSES</u>			
Include:			
Depreciation	2	97,065	76,319
Directors' Remuneration	15	108,000	108,000
Auditors' Remuneration		15,000	15,000
		<u> </u>	<u> </u>

13. TAXATION

Current Year U.K. Corporation Tax at 21% (1997 - 24%/ 21%) based on Taxable Profits for the Year	79,000	70,079
Under/(Over) Provision in earlier Periods	<u>(960)</u>	<u>1,095</u>
	<u>78,040</u>	<u>71,174</u>

14. DIVIDENDS

Interim ordinary dividends £3.50 per Share	<u>154,000</u>	<u>154,000</u>
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NOTES TO THE ACCOUNTS
YEAR ENDED 30TH APRIL, 1998

	<u>£</u>	<u>1997</u> <u>£</u>
15. <u>DIRECTORS' EMOLUMENTS</u>		
Remuneration	108,000	108,000
Pension Contributions	<u>6,625</u>	<u>14,552</u>
	<u>114,625</u>	<u>122,552</u>

16. PENSIONS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund, and amounted to £6,625 for the year (1997 - £14,552).

17. COMPANIES UNDER COMMON CONTROL

A Company having the same or predominantly the same Shareholders and/or Board of Directors but which is neither a Parent, Subsidiary, Fellow Subsidiary, or Associated Company. Any trading activities between such companies has been at arms length.

18. RELATED PARTY TRANSACTIONS

The Company's Related Parties (RP), as defined by Financial Reporting Standard 8, the nature of the relationship and the extent of transactions with them are summarised below:

	<u>Companies</u> <u>Under Common</u> <u>Control</u> <u>£</u>
Amounts due from RP	683
Amounts due to RP	<u>32,785</u>
<u>Related Party Relationship</u>	<u>Name of Transacting Related Party</u>
Company Under Common Control	Icebar Limited Casa Mansi Limited Pizza Products Limited

19. COMPARATIVES

Where changes in presentation have been made, comparative figures have been adjusted accordingly.