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**G IDRIS TRADING COMPANY LIMITED**

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**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 MAY 2001**



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# G IDRIS TRADING COMPANY LIMITED

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## DIRECTORS' REPORT For the year ended 31 May 2001

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The directors present their report and the financial statements for the year ended 31 May 2001.

### PRINCIPAL ACTIVITIES

The company's principal activity during the period was that of hoteliers.

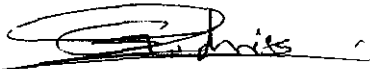
### DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	ordinary shares of £1 each	
	<u>31/5/01</u>	<u>1/6/00</u>
G. N. Idriss	9,999	9,999
Mrs. G. M. Idriss	1	1

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 25 March 2002 and signed on its behalf.



**G. N. Idriss**  
Director

**ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE  
UNAUDITED FINANCIAL STATEMENTS OF G IDRIS TRADING COMPANY LIMITED**

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As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 May 2001 set out on pages 3 to 8 and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records of the company and from information and explanations supplied to us.

**Calder & Co**

Chartered Accountants  
1 Regent Street  
London  
SW1Y 4NW

25 March 2002

**G IDRIS TRADING COMPANY LIMITED**

**PROFIT AND LOSS ACCOUNT**  
**For the year ended 31 May 2001**

	<b>Note</b>	<b>2001 £</b>	<b>2000 £</b>
<b>TURNOVER</b>	1	175,305	187,047
Administrative expenses		(219,650)	(204,931)
<b>OPERATING LOSS</b>	2	(44,345)	(17,884)
Interest receivable		1,123	1,104
Interest payable		(7,292)	(8,529)
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(50,514)	(25,309)
<b>TAX ON PROFIT ON ORDINARY ACTIVITIES</b>	4	2,151	(2,084)
<b>LOSS FOR THE YEAR</b>		(48,363)	(27,393)
<b>LOSS BROUGHT FORWARD</b>		(255,565)	(228,172)
<b>LOSS CARRIED FORWARD</b>		<u>£ (303,928)</u>	<u>£ (255,565)</u>

The notes on pages 5 to 8 form part of these financial statements.

**G IDRIS TRADING COMPANY LIMITED**

**BALANCE SHEET**  
**As at 31 May 2001**

	Note	2001 £	2000 £
<b>FIXED ASSETS</b>			
Tangible fixed assets	5	886,114	919,438
<b>CURRENT ASSETS</b>			
Stocks		500	500
Debtors	6	4,464	1,182
Cash at bank		20,000	20,060
		<u>24,964</u>	<u>21,742</u>
<b>CREDITORS:</b> amounts falling due within one year	7	<u>(45,578)</u>	<u>(32,317)</u>
<b>NET CURRENT LIABILITIES</b>		<u>(20,614)</u>	<u>(10,575)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>865,500</u>	<u>908,863</u>
<b>CREDITORS:</b> amounts falling due after more than one year	8	<u>(80,000)</u>	<u>(75,000)</u>
<b>NET ASSETS</b>		<u><u>£ 785,500</u></u>	<u><u>£ 833,863</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	10,000	10,000
Revaluation reserve	10	1,079,428	1,079,428
Profit and loss account		<u>(303,928)</u>	<u>(255,565)</u>
<b>SHAREHOLDERS' FUNDS - All Equity</b>		<u><u>£ 785,500</u></u>	<u><u>£ 833,863</u></u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and no notice requiring an audit has been deposited under section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 May 2001 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 Act relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the board on 25 March 2002 and signed on its behalf.



**G. N. Idriss**  
Director

The notes on pages 5 to 8 form part of these financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended 31 May 2001**

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**1. ACCOUNTING POLICIES**

**1.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of freehold property and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) and include the results of the company's operations which are described in the Directors' Report.

**1.2 Cash flow**

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1.

**1.3 Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

**1.4 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	2% straight line
Motor vehicles	-	25% straight line
Fixtures and fittings	-	15% reducing balance

**1.5 Revaluation of tangible fixed assets**

As permitted by the transitional provisions of the Financial Reporting Standard for Smaller Entities (effective March 2000) the company has elected not to adopt a policy of revaluation of tangible fixed assets. The company will retain the book value of land and buildings, previously revalued at and will not update that valuation.

**1.6 Operating leases**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

**1.7 Stocks**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**1.8 Deferred taxation**

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 May 2001

**2. OPERATING LOSS**

The operating loss is stated after charging:

	2001 £	2000 £
Depreciation of tangible fixed assets:		
- owned by the company	44,574	42,130
Auditors' remuneration - non-audit	3,000	2,850
	<u>47,574</u>	<u>44,980</u>

**3. DIRECTORS' REMUNERATION**

	2001 £	2000 £
Aggregate emoluments	£ 80,952	£ 68,584
	<u>80,952</u>	<u>68,584</u>

**4. TAXATION**

	2001 £	2000 £
UK Corporation tax	£ (2,151)	£ 2,084
	<u>(2,151)</u>	<u>2,084</u>

**5. TANGIBLE FIXED ASSETS**

	Land and buildings £	Motor vehicles £	Furniture, fittings and equipment £	Total £
<b>Cost or valuation</b>				
At 1 June 2000	1,175,000	5,500	32,901	1,213,401
Additions	-	11,250	-	11,250
At 31 May 2001	<u>1,175,000</u>	<u>16,750</u>	<u>32,901</u>	<u>1,224,651</u>
<b>Depreciation</b>				
At 1 June 2000	273,600	1,375	18,988	293,963
Charge for the year	38,300	4,187	2,087	44,574
At 31 May 2001	<u>311,900</u>	<u>5,562</u>	<u>21,075</u>	<u>338,537</u>
<b>Net book value</b>				
At 31 May 2001	<u>£ 863,100</u>	<u>£ 11,188</u>	<u>£ 11,826</u>	<u>£ 886,114</u>
At 31 May 2000	<u>£ 901,400</u>	<u>£ 4,125</u>	<u>£ 13,913</u>	<u>£ 919,438</u>



**G IDRIS TRADING COMPANY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 May 2001

Cost or valuation at 31 May 2001 is as follows:

	<b>Land and buildings £</b>
<b>At cost</b>	<b>95,572</b>
<b>At valuation:</b>	
Revalued on 31 January 1997 by Orbiton Estates	<b>1,079,428</b>
	<b>£ 1,175,000</b>

In the opinion of the directors the current market value of the land and buildings is no less than £2,500,000.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

	<b>2001 £</b>	<b>2000 £</b>
Cost	<b>95,572</b>	95,572
Accumulated depreciation	<b>43,147</b>	41,236
Net book value	<b>£ 52,425</b>	<b>£ 54,336</b>

**6. DEBTORS**

	<b>2001 £</b>	<b>2000 £</b>
<b>Due within one year</b>		
Trade debtors	<b>838</b>	1,055
Other debtors	<b>3,626</b>	127
	<b>£ 4,464</b>	<b>£ 1,182</b>

**7. CREDITORS:**

**Amounts falling due within one year**

	<b>2001 £</b>	<b>2000 £</b>
Bank loans and overdrafts	<b>23,355</b>	5,868
Trade creditors	<b>9,727</b>	6,631
Corporation tax	<b>-</b>	2,150
Social security and other taxes	<b>7,613</b>	8,795
Other creditors	<b>4,883</b>	8,873
	<b>£ 45,578</b>	<b>£ 32,317</b>

**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 31 May 2001

**8. CREDITORS:**  
Amounts falling due after more than one year

	2001 £	2000 £
Bank loans	£ 80,000	£ 75,000

Creditors include loans not wholly repayable within 5 years as follows:

	2001 £	2000 £
Repayable by instalments	£ 80,000	£ 75,000

The bank loan is repayable by lump sum repayments as and when the company wishes to do so and is renewable at the end of the seven year term. The rate of interest on the loan is 2 1/2% over bank rate.

The borrowing is secured by a charge over the company's leasehold properties.

**9. CALLED UP SHARE CAPITAL**

	2001 £	2000 £
<b>Authorised, allotted, called up and fully paid</b>		
10,000 ordinary shares of £1 each	£ 10,000	£ 10,000

**10. RESERVES**

<b>Revaluation reserve</b>	£
At 1 June 2000	1,079,428
At 31 May 2001	£ 1,079,428