

Registered No. 1010090

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G. IDRIS TRADING COMPANY LIMITED

FINANCIAL STATEMENTS

31ST MAY 1994



G. IDRIS TRADING COMPANY LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31ST MAY 1994

The directors present their report and the audited accounts of the company for the year ended 31st May 1994.

PRINCIPAL ACTIVITY

The principal activity of the company during the year was that of hoteliers.

REVIEW OF THE BUSINESS

The results of the company are presented in the attached accounts.

DIVIDENDS

The directors do not recommend the payment of a dividend.

FIXED ASSETS

Changes in fixed assets of the company during the year are detailed in the notes to the accounts.

DIRECTORS

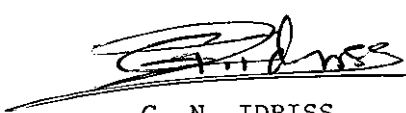
The directors holding office during the year and their interests in the company's issued share capital were:

	Ordinary shares of £1 each	
	31st May 1994	31st May 1993
G. N. Idriss	9,999	9,999
Mrs. G. M. Idriss	1	1

AUDITORS

At the annual general meeting a resolution will be proposed to re-appoint Messrs W. J. Calder, Sons & Co. as auditors to the company until the conclusion of the next general meeting at which accounts are presented.

By order of the board


G. N. IDRIS

Chairman

Date: 7th March 1995

G. IDRIS TRADING COMPANY LIMITED

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.

AUDITORS' REPORT TO THE SHAREHOLDERS OF

G. IDRIS TRADING COMPANY LIMITED

We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2 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 give a true and fair view of the state of the company's affairs as at 31st May 1994 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

25 Lower Belgrave Street,
London, SW1W 0LS

Date: 7th March 1995



W. J. CALDER SONS & CO.
Chartered Accountants
and
Registered Auditor

G. IDRIS TRADING COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MAY 1994

	<u>Notes</u>	<u>1994</u> £	<u>1993</u> £
TURNOVER	2	121,323	131,385
Administrative expenses		158,171	146,281
OPERATING LOSS	3	(36,848)	(14,896)
Interest payable	5	(10,563)	(11,361)
Loss on ordinary activities before taxation		(47,411)	(26,257)
Taxation	6	-	(2,299)
Loss on ordinary activities after taxation		(47,411)	(23,958)
Retained loss brought forward		(66,315)	(42,357)
ACCUMULATED LOSSES CARRIED FORWARD		£ (113,726)	£ (66,315)

CONTINUING OPERATIONS

The company has made no acquisitions nor discontinued any operations within the meaning of Financial Reporting Standard 3 during the above two financial years. The turnover and operating result derive entirely from continuing operations.

The notes on pages 7 to 11 form part of these accounts.

G. IDRIS TRADING COMPANY LIMITED
NOTE OF HISTORICAL COST PROFIT AND LOSS
FOR THE YEAR ENDED 31ST MAY 1994

	<u>1994</u> £	<u>1993</u> £
REPORTED LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	(47,411)	(26,257)
Difference between a historical cost depreciation and the actual depreciation charge for the year calculated on revalued amount	<u>28,831</u>	<u>-</u>
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>£ (18,580)</u>	<u>£ (26,257)</u>
Historical cost profit for the year retained after taxation, minority interest, extraordinary items and dividends	<u>£ (18,580)</u>	<u>£ (23,958)</u>


The notes on pages 7 to 11 form part of these accounts

G. IDRIS TRADING COMPANY LIMITED

BALANCE SHEET

31ST MAY 1994

	<u>Notes</u>	<u>1994</u>	<u>1993</u>
		£	£
FIXED ASSETS			
Tangible assets	7	921,155	74,757
CURRENT ASSETS			
Stock	8	500	500
Debtors	9	10,542	18,110
Cash at bank and in hand		9,040	5,584
		<u>20,082</u>	<u>24,194</u>
CREDITORS - amounts falling due within one year	10	165,535	155,266
NET CURRENT LIABILITIES		<u>(145,453)</u>	<u>(131,072)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 775,702</u>	<u>£ (56,315)</u>
CAPITAL AND RESERVES			
Called up share capital	11	10,000	10,000
Revaluation reserve		879,428	-
Profit and loss account		<u>(113,726)</u>	<u>(66,315)</u>
	13	<u>£ 775,702</u>	<u>£ (56,315)</u>



 G. N. IDRISS

DIRECTOR

Approved by the board on: 7th March 1995

The notes on pages 7 to 11 form part of these accounts.

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1994

1. ACCOUNTING POLICIES

a) Basis of accounting:

The accounts have been prepared under the historical cost convention. The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement.

b) Turnover:

Turnover represents net invoiced sales of goods and services, excluding value added tax.

c) Tangible fixed assets:

Depreciation is provided at the following rates in order to write off each asset over its estimated useful life:

Freehold Buildings	-	2% per annum - straight line basis
Fixtures and fittings	-	15% per annum - reducing balance basis
Motor vehicles	-	25% per annum - reducing balance basis

d) Stocks:

Stock and work in progress are valued at the lower of cost and net realisable value.

e) Deferred taxation:

Provision is made at appropriate rates for taxation deferred in respect of all material timing differences to the extent that, in the opinion of the directors, there is a reasonable probability that a liability will crystallise in the foreseeable future.

f) Leases:

Rental costs under operating leases are charged to the profit and loss account in equal amounts over the periods of the leases.

2. TURNOVER

The turnover and loss before taxation are attributable to the principal activity of the company and derives entirely within the United Kingdom.

3. OPERATING LOSS

	<u>1994</u> £	<u>1993</u> £
The operating loss is stated after charging:		
Depreciation of tangible fixed assets	31,395	3,340
Profit on sale of tangible assets	(317)	-
Auditors remuneration	1,600	1,600
Auditors other services £1,050 (1993 - £1,950).		
Directors remuneration	23,066	31,828
Operating lease rentals:		
Hire of other equipment	796	1,116
	<u> </u>	<u> </u>

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1994

4. STAFF COSTS	<u>1994</u> £	<u>1993</u> £
Staff costs, including directors remuneration, were as follows:		
Wages and salaries	50,335	60,770
Social security costs	4,383	5,842
	<u>£ 54,718</u>	<u>£ 66,612</u>

The average weekly number of employees during the year was as follows:

Office and management	3	3
Hotel staff	4	4
	<u>7</u>	<u>7</u>

5. INTEREST PAYABLE	<u>1994</u> £	<u>1993</u> £
Interest on bank loans and overdrafts	<u>£ 10,563</u>	<u>£ 11,361</u>

6. TAXATION	<u>1994</u> £	<u>1993</u> £
The tax charge on the loss on ordinary activities for the year was as follows:		
Overprovision in earlier years	-	(20)
Interest supplement	-	(2,279)
	<u>£ -</u>	<u>£ (2,299)</u>

No charge to corporation tax arises due to the loss in the period.

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1994

7. TANGIBLE FIXED ASSETS

	Land and Buildings £	Fixtures and Fittings £	Motor Vehicles £	Total £
COST				
At 1st June 1993	95,572	14,478	19,306	129,356
Additions	-	298	-	298
Disposals	-	-	(19,306)	(19,306)
Revaluation	879,428	-	-	879,428
At 31st May 1994	<u>£ 975,000</u>	<u>£ 14,776</u>	<u>£ -</u>	<u>£ 989,776</u>
DEPRECIATION				
At 1st June 1993	29,457	7,769	17,373	54,599
Charge for the year	30,343	1,052	-	31,395
Disposals	-	-	(17,373)	(17,373)
At 31st May 1994	<u>£ 59,800</u>	<u>£ 8,821</u>	<u>£ -</u>	<u>£ 68,621</u>
NET BOOK VALUE				
At 31st May 1994	<u>£ 915,200</u>	<u>£ 5,955</u>	<u>£ -</u>	<u>£ 921,155</u>
At 31st May 1993	<u>£ 66,115</u>	<u>£ 6,709</u>	<u>£ 1,933</u>	<u>£ 74,757</u>

The freehold buildings were revalued during the year by Century 21 Orbiton Estates. The historical cost of freehold land and buildings was £95,572 and the aggregate depreciation thereon would have been £30,969.

8. STOCKS AND WORK IN PROGRESS

	<u>1994</u> £	<u>1993</u> £
Consumables	<u>£ 500</u>	<u>£ 500</u>

9. DEBTORS

	<u>1994</u> £	<u>1993</u> £
Trade debtors	6,885	5,276
Other debtors	-	9,199
Prepayments and accrued income	3,657	3,635
	<u>£ 10,542</u>	<u>£ 18,110</u>

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1994

10. CREDITORS - amounts falling due within one year	<u>1994</u> £	<u>1993</u> £
Bank loans and overdrafts	151,033	140,509
Trade creditors	917	331
Directors current account	1,393	1,216
Taxation and other social security costs	5,399	6,381
Accruals	6,793	6,829
	<u>£ 165,535</u>	<u>£ 155,266</u>

The bank overdraft is secured by a legal mortgage over the company's freehold properties, plus a floating charge over all movable plant, machinery, implements, materials, furniture and equipment.

11. SHARE CAPITAL	<u>1994</u> £	<u>1993</u> £
Ordinary shares of £1 each:		
Authorised	<u>£ 10,000</u>	<u>£ 10,000</u>
Allotted, called up and fully paid	<u>£ 10,000</u>	<u>£ 10,000</u>

12. RESERVES

	Revaluation Reserve £
Balance at 1st June 1993	-
Movements in the year	879,428
Balance at 31st May 1994	<u>£ 879,428</u>

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1994

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	<u>1994</u> £	<u>1993</u> £
LOSS FOR THE FINANCIAL YEAR	(47,411)	(23,958)
Other recognised gains relating to the year	<u>879,428</u>	<u>-</u>
NET ADDITION/(DEDUCTION) TO SHAREHOLDERS' FUNDS	832,017	(23,958)
Opening shareholders' funds	<u>(56,315)</u>	<u>(32,357)</u>
CLOSING SHAREHOLDERS' FUNDS	<u>£ 775,702</u>	<u>£ (56,315)</u>