

G. IDRIS TRADING COMPANY LIMITED

FINANCIAL STATEMENTS

31ST MAY 1996



G. IDRIS TRADING COMPANY LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31ST MAY 1996

The directors present their report and the audited accounts of the company for the year ended 31st May 1996.

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 1996	31st May 1995
G. N. Idriss	9,999	9,999
Mrs. G. M. Idriss	1	1

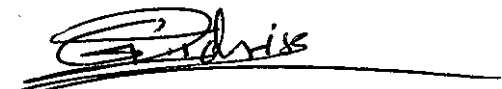
AUDITORS

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

By order of the board

28 Philbeach Gardens,
London, SW5 9EA.

Date: 3rd March 1997



G. N. IDRIS

Chairman

ACCOUNTANTS REPORT TO THE MEMBERS OF
G. IDRIS TRADING COMPANY LIMITED
FOR THE PURPOSES OF SECTION 249A(2)
OF THE COMPANIES ACT 1985

We report on the accounts for the year ended 31st May 1996 as set out on pages 3 to 8.

Respective responsibilities of directors and reporting accountants.

As described on page 4, the company's directors are responsible for the preparation of 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).

1 Regent Street,
London, SW1Y 4NW.
Date: 3rd March 1997


CALDER & CO
Chartered Accountants

G. IDRIS TRADING COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MAY 1996

	<u>Notes</u>	<u>1996</u> £	<u>1995</u> £
TURNOVER	2	189,612	154,040
Administrative expenses		199,208	173,664
OPERATING LOSS	3	(9,596)	(19,624)
Interest payable	5	(11,258)	(10,983)
Loss on ordinary activities before taxation		(20,854)	(30,607)
Taxation	6	-	-
Loss on ordinary activities after taxation		(20,854)	(30,607)
Retained loss brought forward		(144,333)	(113,726)
ACCUMULATED LOSSES CARRIED FORWARD		£ (165,187)	£ (144,333)

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.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit and loss for the two financial years.

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


G. IDRIS TRADING COMPANY LIMITED

BALANCE SHEET

31ST MAY 1996

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
		£	£
FIXED ASSETS			
Tangible assets	7	861,142	892,597
CURRENT ASSETS			
Stock	8	500	500
Debtors	9	13,436	6,259
Cash at bank and in hand		6,859	11,476
		<u>20,795</u>	<u>18,235</u>
CREDITORS - amounts falling due within one year	10	32,696	165,737
NET CURRENT LIABILITIES		<u>(11,901)</u>	<u>(147,502)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		849,241	745,095
CREDITORS - amounts falling due after more than one year	11	125,000	-
		<u>£ 724,241</u>	<u>£ 745,095</u>
CAPITAL AND RESERVES			
Called up share capital	12	10,000	10,000
Revaluation reserve	13	879,428	879,428
Profit and loss account		(165,187)	(144,333)
		<u>£ 724,241</u>	<u>£ 745,095</u>

The directors consider that the company is entitled to exemption from audit under section 249A (2) of the Companies Act 1985. No notice has been deposited under section 249B (2) in relation to the accounts for the financial year. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226 of the Act, and which otherwise comply with the requirements of the Companies Act 1985 relating to the accounts, so far as applicable to the company.


 DIRECTOR
 G. N. IDRIS

Approved by the board on: 3rd March 1997

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

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1996

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

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>1996</u>	<u>1995</u>
	£	£
The operating loss is stated after charging:		
Depreciation of tangible fixed assets	31,455	31,658
Directors remuneration	40,481	35,494
Operating lease rentals:		
Hire of other equipment	355	477
	<u> </u>	<u> </u>

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1996

4. STAFF COSTS	<u>1996</u> £	<u>1995</u> £
Staff costs, including directors remuneration, were as follows:		
Wages and salaries	68,114	61,143
Social security costs	5,220	5,640
	<u>£ 73,334</u>	<u>£ 66,783</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>1996</u> £	<u>1995</u> £
Interest on bank loans and overdrafts	<u>£ 11,258</u>	<u>£ 10,983</u>

6. TAXATION

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 1996

7. TANGIBLE FIXED ASSETS	Land and Buildings £	Fixtures and Fittings £	Total £
COST OR VALUATION			
At 1st June 1995	975,000	17,876	992,876
At 31st May 1996	£ 975,000	£ 17,876	£ 992,876
DEPRECIATION			
At 1st June 1995	90,100	10,179	100,279
Charge for the year	30,300	1,155	31,455
At 31st May 1996	£ 120,400	£ 11,334	£ 131,734
NET BOOK VALUE			
At 31st May 1996	£ 854,600	£ 6,542	£ 861,142
At 31st May 1995	£ 884,900	£ 7,697	£ 892,597

The freehold buildings were valued on 31st January 1997 by Orbiton Estates at £1,175,000. The historical cost of land and buildings was £95,572 and the aggregate depreciation thereon would have been £33,992.

8. STOCKS AND WORK IN PROGRESS	1996 £	1995 £
Consumables	£ 500	£ 500
9. DEBTORS	1996 £	1995 £
Trade debtors	9,866	2,472
Other debtors	-	541
Prepayments and accrued income	3,570	3,246
	£ 13,436	£ 6,259

G. IDRIS TRADING COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MAY 1996

10. CREDITORS - amounts falling due within one year	<u>1996</u> £	<u>1995</u> £
Bank overdrafts	4,450	148,484
Trade creditors	826	1,107
Directors current account	2,569	-
Taxation and other social security costs	8,275	7,802
Accruals	16,576	8,344
	<u>£ 32,696</u>	<u>£ 165,737</u>

11. CREDITORS - amounts falling due after more than one year	<u>1996</u> £	<u>1995</u> £
Bank loan	£ 125,000	£ -

The bank loan of 125,000 is repayable wholly after five years 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 leasehold properties.

12. SHARE CAPITAL	<u>1996</u> £	<u>1995</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>

13. RESERVES

	Revaluation Reserve
	£
Balance at 1st June 1995	879,428
Movements in the year	-
Balance at 31st May 1996	<u>£ 879,428</u>