

**Yorkcloud Limited**  
**Abbreviated Accounts**  
**for the year ended 31 January 2006**

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for the year ended 31 January 2006**

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# **Yorkcloud Limited**

## **Company Information** for the year ended 31 January 2006

**DIRECTORS:**

NR Talbot  
DMB Snowdon  
ANH Birkett  
CJ Malpas  
C Wilson

**SECRETARY:**

AG Bailes

**REGISTERED OFFICE:**

Rocky Bank  
Lakeside  
Newby Bridge  
Cumbria  
LA12 8AS

**REGISTERED NUMBER:**

01679025 (England and Wales)

**AUDITORS:**

EJ Williams & Co  
Chartered Accountants and  
Registered Auditors  
4 Brunswick Street  
CARLISLE  
CA1 1PP

# Yorkcloud Limited

## Report of the Directors for the year ended 31 January 2006

The directors present their report with the accounts of the company for the year ended 31 January 2006.

### PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of operating a hotel and related leisure activities.

### REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

### DIVIDENDS

The directors do not recommend payment of a dividend (2005: £nil)

### FIXED ASSETS

In the opinion of the directors, the market value of the land and buildings of the company is in excess of their book values.

### FUTURE DEVELOPMENTS

The swimming pool and leisure facilities have widened the appeal of the hotel to guests. Further increases in services offered to guests are planned.

### DIRECTORS

The directors during the year under review were:

NR Talbot  
DMB Snowdon  
ANH Birkett  
CJ Malpas  
C Wilson

The beneficial interests of the directors holding office on 31 January 2006 in the issued share capital of the company were as follows:

	31.1.06	1.2.05
<b>Ordinary £1 shares</b>		
NR Talbot	35,000	35,000
DMB Snowdon	17,400	17,400
ANH Birkett	-	-
CJ Malpas	-	-
C Wilson	-	-

### STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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;
- 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.

# Yorkcloud Limited

## Report of the Directors

for the year ended 31 January 2006

### STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### AUDITORS

Pursuant to a shareholders resolution, the company is not obliged to reappoint its auditors annually and EJ Williams & Co will therefore continue in office.

### ON BEHALF OF THE BOARD:

A. G. Bailes

AG Bailes - Secretary

21 November 2006

**Report of the Independent Auditors to  
Yorkcloud Limited  
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages five to eighteen, together with the financial statements of Yorkcloud Limited for the year ended 31 January 2006 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



EJ Williams & Co  
Chartered Accountants and  
Registered Auditors  
4 Brunswick Street  
CARLISLE  
CA1 1PP

21 November 2006

# Yorkcloud Limited

## Abbreviated Profit and Loss Account for the year ended 31 January 2006

	Notes	2006 £	2005 £
<b>GROSS PROFIT</b>		<b>2,307,863</b>	2,370,738
Administrative expenses		<u>1,931,101</u>	<u>1,941,265</u>
<b>OPERATING PROFIT</b>	3	<b>376,762</b>	429,473
Interest receivable and similar income		<u>636</u>	<u>204</u>
		<b>377,398</b>	429,677
Amounts written off investments	4	<u>2,104</u>	<u>5,015</u>
		<b>375,294</b>	424,662
Interest payable and similar charges	5	<u>57,962</u>	<u>213,193</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>317,332</b>	211,469
Tax on profit on ordinary activities	6	<u>62,023</u>	<u>41,758</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u><b>255,309</b></u>	<u>169,711</u>

### CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

### TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year.

The notes form part of these abbreviated accounts

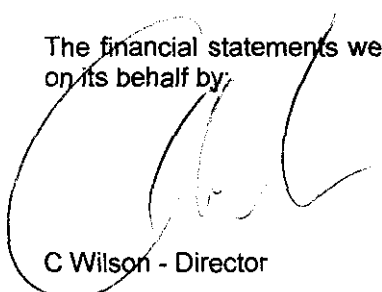
# Yorkcloud Limited

## Abbreviated Balance Sheet 31 January 2006

	Notes	2006 £	2005 £
<b>FIXED ASSETS</b>			
Tangible assets	7	3,696,181	3,694,198
Investments	8	<u>165,121</u>	<u>173,737</u>
		3,861,302	3,867,935
<b>CURRENT ASSETS</b>			
Stocks	9	68,586	54,813
Debtors	10	208,965	185,703
Cash in hand		<u>1,846</u>	<u>1,521</u>
		279,397	242,037
<b>CREDITORS</b>			
Amounts falling due within one year	11	<u>1,495,301</u>	<u>1,812,655</u>
<b>NET CURRENT LIABILITIES</b>		<u>(1,215,904)</u>	<u>(1,570,618)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		2,645,398	2,297,317
<b>CREDITORS</b>			
Amounts falling due after more than one year	12	(746,059)	(658,310)
<b>PROVISIONS FOR LIABILITIES</b>	16	<u>(264,685)</u>	<u>(259,662)</u>
<b>NET ASSETS</b>		<u>1,634,654</u>	<u>1,379,345</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	17	92,400	92,400
Share premium	18	57,600	57,600
Profit and loss account	18	<u>1,484,654</u>	<u>1,229,345</u>
<b>SHAREHOLDERS' FUNDS</b>	22	<u>1,634,654</u>	<u>1,379,345</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 21 November 2006 and were signed on its behalf by:

  
C Wilson - Director

The notes form part of these abbreviated accounts



# Yorkcloud Limited

## Cash Flow Statement for the year ended 31 January 2006

	Notes	2006 £	2005 £
Net cash inflow from operating activities	1	624,266	305,518
Returns on investments and servicing of finance	2	(185,515)	(77,305)
Taxation		(41,674)	(18,197)
Capital expenditure and financial investment	2	(69,194)	(88,455)
Equity dividends paid		-	(50,820)
		327,883	70,741
Financing	2	130,613	(261,530)
Increase/(Decrease) in cash in the period		<u>458,496</u>	<u>(190,789)</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase/(Decrease) in cash in the period		458,496	(190,789)
Cash outflow from decrease in debt and lease financing		<u>199,387</u>	<u>269,530</u>
Change in net debt resulting from cash flows		<u>657,883</u>	<u>78,741</u>
Movement in net debt in the period		657,883	78,741
Net debt at 1 February		<u>(1,369,778)</u>	<u>(1,448,519)</u>
Net debt at 31 January		<u>(711,895)</u>	<u>(1,369,778)</u>

The notes form part of these abbreviated accounts

## Notes to the Cash Flow Statement for the year ended 31 January 2006

### 1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2006 £	2005 £
Operating profit	376,762	429,473
Depreciation charges	73,823	68,004
Profit on disposal of fixed assets	-	(2,706)
Increase in stocks	(13,773)	(7,443)
Increase in debtors	(23,262)	(52,387)
Increase/(Decrease) in creditors	<u>210,716</u>	<u>(129,423)</u>
<b>Net cash inflow from operating activities</b>	<b><u>624,266</u></b>	<b><u>305,518</u></b>

### 2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2006 £	2005 £
<b>Returns on investments and servicing of finance</b>		
Interest received	8,131	204
Interest paid	(192,956)	(76,957)
Interest element of hire purchase payments	<u>(690)</u>	<u>(552)</u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b><u>(185,515)</u></b>	<b><u>(77,305)</u></b>
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(75,806)	(87,142)
Purchase of fixed asset investments	-	(18,489)
Sale of tangible fixed assets	-	17,176
Sale of fixed asset investments	<u>6,612</u>	<u>-</u>
<b>Net cash outflow for capital expenditure and financial investment</b>	<b><u>(69,194)</u></b>	<b><u>(88,455)</u></b>
<b>Financing</b>		
New loans in year	359,779	-
Loan repayments in year	(224,443)	(266,685)
HP capital repayments in year	(4,723)	(6,631)
New HP in year	<u>-</u>	<u>11,786</u>
<b>Net cash inflow/(outflow) from financing</b>	<b><u>130,613</u></b>	<b><u>(261,530)</u></b>

# Yorkcloud Limited

## Notes to the Cash Flow Statement for the year ended 31 January 2006

### 3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/2/05 £	Cash flow £	At 31/1/06 £
Net cash:			
Cash at bank and in hand	1,521	325	1,846
Bank overdraft	<u>(638,309)</u>	<u>458,171</u>	<u>(180,138)</u>
	<u>(636,788)</u>	<u>458,496</u>	<u>(178,292)</u>
Debt:			
Hire purchase	(11,628)	4,723	(6,905)
Debts falling due within one year	(199,933)	(44,007)	(243,940)
Debts falling due after one year	<u>(521,429)</u>	<u>238,671</u>	<u>(282,758)</u>
	<u>(732,990)</u>	<u>199,387</u>	<u>(533,603)</u>
Total	<u>(1,369,778)</u>	<u>657,883</u>	<u>(711,895)</u>

## Notes to the Abbreviated Accounts for the year ended 31 January 2006

### 1. ACCOUNTING POLICIES

#### Accounting convention

The financial statements have been prepared under the historical cost convention.

The financial statements include transactions up to and including the nearest Saturday to 31 January of each year.

#### Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

#### Tangible fixed assets

No depreciation is provided on the company's freehold buildings as the directors consider that the lives of these assets are so long and residual values, based on prices prevailing at the time of acquisition, are sufficiently high that any depreciation would be immaterial. The directors consider that the aggregate of their residual values is at least equal to the aggregate of their book values. Depreciation of all other tangible assets is calculated to write down the cost less estimated residual value by instalments over their expected useful lives. The rates and periods generally applicable are:

Plant in buildings	5% reducing balance
Motor vehicles	25% reducing balance
Fixtures and fittings	20% reducing balance

#### Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### Deferred tax

Deferred tax is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred is accounted for in respect of all material timing differences. The company has not adopted a policy of discounting deferred tax assets and liabilities.

#### Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

#### Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

### 2. STAFF COSTS

	2006	2005
	£	£
Wages and salaries	1,908,888	1,547,930
Social security costs	165,088	131,361
Other pension costs	25,193	127,025
	<u>2,099,169</u>	<u>1,806,316</u>

## Notes to the Abbreviated Accounts - continued for the year ended 31 January 2006

### 2. STAFF COSTS - continued

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

	2006	2005
Management	28	25
Staff	118	115
	<u>146</u>	<u>140</u>

### 3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2006 £	2005 £
Hire of plant and machinery	10,490	8,893
Depreciation - owned assets	69,384	66,390
Depreciation - assets on hire purchase contracts	4,439	1,614
Profit on disposal of fixed assets	-	(2,706)
Auditors' remuneration	<u>4,900</u>	<u>3,825</u>
Directors' emoluments	417,876	212,009
Directors' pension contributions to money purchase schemes	<u>9,000</u>	<u>83,028</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>2</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	2006 £	2005 £
Emoluments etc	186,401	122,999
Pension contributions to money purchase schemes	<u>-</u>	<u>6,000</u>

### 4. AMOUNTS WRITTEN OFF INVESTMENTS

	2006 £	2005 £
Share of loss of partnership (see note 8)	<u>2,104</u>	<u>5,015</u>

### 5. INTEREST PAYABLE AND SIMILAR CHARGES

	2006 £	2005 £
Bank interest	52,276	74,837
Other loan interest	-	133,750
Interest payable	4,996	4,054
Hire purchase	<u>690</u>	<u>552</u>
	<u>57,962</u>	<u>213,193</u>

**Notes to the Abbreviated Accounts - continued**  
for the year ended 31 January 2006

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	<b>2006</b>	2005
	<b>£</b>	<b>£</b>
Current tax:		
UK corporation tax	<b>57,000</b>	21,994
Adjustments in respect of prior periods	<u>-</u>	<u>19,861</u>
Total current tax	<b><u>57,000</u></b>	<b><u>41,855</u></b>
Deferred tax:		
Deferred tax - current year	<b>5,023</b>	18,881
Deferred tax - prior year	<u>-</u>	<u>(18,978)</u>
Total deferred tax	<b><u>5,023</u></b>	<b><u>(97)</u></b>
Tax on profit on ordinary activities	<b><u>62,023</u></b>	<b><u>41,758</u></b>

**Factors affecting the tax charge**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	<b>2006</b>	2005
	<b>£</b>	<b>£</b>
Profit on ordinary activities before tax	<b><u>317,332</u></b>	<b><u>211,469</u></b>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2005 - 19%)	<b>60,293</b>	40,179
Effects of:		
Expenses not deductible for tax purposes	<b>2,130</b>	1,649
Capital allowances for period in excess of depreciation	<b>(5,423)</b>	(19,834)
Adjustments in respect of prior periods	<u>-</u>	<u>19,861</u>
Current tax charge	<b><u>57,000</u></b>	<b><u>41,855</u></b>

**Notes to the Abbreviated Accounts - continued**  
for the year ended 31 January 2006

**7. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 February 2005	3,575,078	866,293	70,070	4,511,441
Additions	53,147	22,659	-	75,806
At 31 January 2006	<u>3,628,225</u>	<u>888,952</u>	<u>70,070</u>	<u>4,587,247</u>
<b>DEPRECIATION</b>				
At 1 February 2005	101,408	705,660	10,175	817,243
Charge for year	22,191	36,658	14,974	73,823
At 31 January 2006	<u>123,599</u>	<u>742,318</u>	<u>25,149</u>	<u>891,066</u>
<b>NET BOOK VALUE</b>				
At 31 January 2006	<u>3,504,626</u>	<u>146,634</u>	<u>44,921</u>	<u>3,696,181</u>
At 31 January 2005	<u>3,473,670</u>	<u>160,633</u>	<u>59,895</u>	<u>3,694,198</u>

Assets held under hire purchase contracts originally cost £19,370 (2005: £19,370) and have a net book value of £13,317 (2005: £17,756).

**8. FIXED ASSET INVESTMENTS**

	2006 £	2005 £
Participating interests	15,943	17,947
Loans to undertakings in which the company has a participating interest	<u>149,178</u>	<u>155,790</u>
	<u>165,121</u>	<u>173,737</u>

Additional information is as follows:

	Interest in other participating interests £
<b>COST</b>	
At 1 February 2005	17,947
Additions	100
Share of loss of partnership	<u>(2,104)</u>
At 31 January 2006	<u>15,943</u>
<b>NET BOOK VALUE</b>	
At 31 January 2006	<u>15,943</u>
At 31 January 2005	<u>17,947</u>

**Notes to the Abbreviated Accounts - continued**  
for the year ended 31 January 2006

**8. FIXED ASSET INVESTMENTS - continued**

	Loans to other participating interests £
At 1 February 2005	155,790
Repayment in year	<u>(6,612)</u>
At 31 January 2006	<u>149,178</u>

The participating interest represents the cost of the company's partnership capital investment in Fine Food Marketing LLC, a limited liability company organised under the laws of the State of New York, USA. The capital investment is \$200,000 being 133.2 units of membership interest (38.2%). No income was received in the year and the share of the loss to date of \$176,036 (£107,003) has been recognised; \$3,787 (£2,104) in the year. Fine Food Marketing LLC and its wholly owned subsidiary Chelsea Market Baskets Limited trade as importers and distributors of gourmet food products and gift baskets. The company has also subscribed for 100 shares (being 33% of the issued share capital) in FIHotels.com Limited.

The loans are unsecured and interest free with no fixed repayment date.

**9. STOCKS**

	2006 £	2005 £
Stock	<u>68,586</u>	<u>54,813</u>

**10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2006 £	2005 £
Trade debtors	157,478	147,898
Other debtors	9,724	1,805
Prepayments and accrued income	<u>41,763</u>	<u>36,000</u>
	<u>208,965</u>	<u>185,703</u>

**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2006 £	2005 £
Bank loans and overdrafts (see note 13)	392,513	836,606
Other loans (see note 13)	31,565	1,636
Hire purchase contracts (see note 14)	3,604	4,747
Payments on account	143,336	138,522
Trade creditors	312,656	249,329
Amounts owed to participating interests	100	-
Corporation tax	57,000	41,674
Social security and other taxes	204,224	148,271
Accruals and deferred income	<u>350,303</u>	<u>391,870</u>
	<u>1,495,301</u>	<u>1,812,655</u>



**Notes to the Abbreviated Accounts - continued**  
for the year ended 31 January 2006

**12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Bank loans (see note 13)	<b>258,997</b>	495,321
Other loans (see note 13)	<b>23,761</b>	26,108
Hire purchase contracts (see note 14)	<b>3,301</b>	6,881
Amounts owed to group undertakings	<b>460,000</b>	130,000
	<b><u>746,059</u></b>	<b><u>658,310</u></b>

**13. LOANS**

An analysis of the maturity of loans is given below:

	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Amounts falling due within one year or on demand:		
Bank overdrafts	<b>180,138</b>	638,309
Bank loans	<b>212,375</b>	198,297
Building Society loan	<b>1,786</b>	1,636
Pension scheme loan	<b>29,779</b>	-
	<b><u>424,078</u></b>	<b><u>838,242</u></b>

Amounts falling due between one and two years:

Bank loans	<b>197,248</b>	198,296
Building Society loan	<b>1,786</b>	1,636
	<b><u>199,034</u></b>	<b><u>199,932</u></b>

Amounts falling due between two and five years:

Bank loan	<b>61,749</b>	297,025
Building Society loan	<b>5,359</b>	4,908
	<b><u>67,108</u></b>	<b><u>301,933</u></b>

Amounts falling due in more than five years:

Repayable by instalments		
Building Society loan	<b><u>16,616</u></b>	<b><u>19,564</u></b>

There are two bank loans included above. The interest rate on one bank loan of £175,797 is 1.25% over bank base rate and monthly repayments are £5,631 including interest. The interest rate on the other bank loan of £295,575 is 1.75% over bank base rate and the monthly repayments are £14,547. The bank loans are secured by legal mortgages over the company's freehold properties. There is a building society loan of £25,547 with interest of 0.5% over the society's commercial variable rate and a pension scheme loan of £29,779 with interest at 3% over bank base rate.

## Notes to the Abbreviated Accounts - continued for the year ended 31 January 2006

### 14. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	2006 £	2005 £
Net obligations repayable:		
Within one year	3,604	4,747
Between one and five years	<u>3,301</u>	<u>6,881</u>
	<u>6,905</u>	<u>11,628</u>

The following operating lease payments are committed to be paid within one year:

	Land and buildings		Other operating leases	
	2006 £	2005 £	2006 £	2005 £
Expiring:				
Between one and five years	58,170	51,420	23,589	17,839
In more than five years	<u>21,000</u>	<u>21,000</u>	-	-
	<u>79,170</u>	<u>72,420</u>	<u>23,589</u>	<u>17,839</u>

### 15. SECURED DEBTS

The following secured debts are included within creditors:

	2006 £	2005 £
Bank overdrafts	180,138	638,309
Bank loans	471,372	693,618
Building Society loan	25,547	27,744
Hire purchase contracts	<u>6,905</u>	<u>11,628</u>
	<u>683,962</u>	<u>1,371,299</u>

The bank loans and overdrafts and Building Society loan are secured by a charge over the assets of the company.

### 16. PROVISIONS FOR LIABILITIES

	2006 £	2005 £
Deferred tax		
Accelerated capital allowances	244,354	239,731
Losses carried forward	<u>20,331</u>	<u>19,931</u>
	<u>264,685</u>	<u>259,662</u>

## Notes to the Abbreviated Accounts - continued for the year ended 31 January 2006

### 16. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1 February 2005	259,662
Movement in the year	<u>5,023</u>
Balance at 31 January 2006	<u>264,685</u>

### 17. CALLED UP SHARE CAPITAL

Authorised: Number:	Class:	Nominal value: £1	2006 £	2005 £
100,000	Ordinary		<u>100,000</u>	<u>100,000</u>

Allotted, issued and fully paid: Number:	Class:	Nominal value: £1	2006 £	2005 £
92,400	Ordinary		<u>92,400</u>	<u>92,400</u>

### 18. RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1 February 2005	1,229,345	57,600	1,286,945
Profit for the year	<u>255,309</u>		<u>255,309</u>
At 31 January 2006	<u>1,484,654</u>	<u>57,600</u>	<u>1,542,254</u>

### 19. PENSION COMMITMENTS

The company operates defined contribution pension schemes for the benefit of the directors and staff. The assets of the schemes are administered by trustees in funds independent from those of the company. The total contributions paid in the year amounted to £25,193 (2005: £127,025).

### 20. TRANSACTIONS WITH DIRECTORS

During the year the company rented rooms in a house adjacent to the hotel owned by a director for £5,000 (2005: £5,000).

### 21. RELATED PARTY DISCLOSURES

During the year the company incurred a management fee of £10,000 from JRB Holdings Limited which is the parent undertaking of Modelbarn Limited, a 33.5% shareholder in the company. At 31 January 2006 the total amount owing to JRB Holdings Limited was £460,000 (2005: £130,000). The loan has no fixed repayment term.

The details of movements on the company's partnership capital investment in and loans to Fine Food Marketing LLC, a limited liability company organised under the laws of the State of New York, USA are shown in note 9.

**Notes to the Abbreviated Accounts - continued**  
for the year ended 31 January 2006

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2006 £	2005 £
Profit for the financial year	<u>255,309</u>	<u>169,711</u>
<b>Net addition to shareholders' funds</b>	<b>255,309</b>	169,711
Opening shareholders' funds	<u>1,379,345</u>	<u>1,209,634</u>
<b>Closing shareholders' funds</b>	<b><u>1,634,654</u></b>	<b><u>1,379,345</u></b>
Equity interests	<u>1,634,654</u>	<u>1,379,345</u>