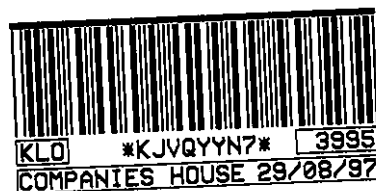


BLUBECKERS LIMITED

DIRECTORS' REPORT AND FINANCIAL  
STATEMENTS

For the Year Ended 31 July 1996

Company Number 1994330



BLUBECKERS LIMITED

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**DIRECTORS**

Mr A R Hancock  
Mrs T L Hancock

**EMPLOYEE DIRECTORS**

Miss L O'Connor  
Mr R Brown  
Mrs A Lye

**SECRETARY**

Mrs T L Hancock

**REGISTERED OFFICE**

The Mill House  
North Warnborough  
Nr. Basingstoke  
Hampshire  
RG25 1ET

**AUDITORS**

D A Greenwood  
Chartered Accountants  
Walnut House  
Farnham Lane  
Haslemere  
Surrey

**BANKERS**

Barclays Bank Plc  
Walton Business Centre  
Walton on Thames  
Surrey

**SOLICITORS**

Dale & Newberry  
Clarence House  
Staines  
Middlesex  
TW18 4SY

## BLUBECKERS LIMITED

### DIRECTORS' REPORT for the year ended 31 July 1996

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#### FINANCIAL STATEMENTS

The directors present their report and financial statements for the year ended 31 July 1996.

Company law requires the directors to prepare 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 and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The principal activity of the company remained that of Restaurateurs.

The directors are satisfied with the results of the Company, considering the present economic climate and view the future with cautious optimism.

#### RESULTS AND DIVIDENDS

The results for the year are set out in the profit and loss account on page 4.

The directors do not recommend the payment of a dividend for the year.

#### FIXED ASSETS

Details of movements in fixed assets are set out in note 7 to the financial statements.

BLUBECKERS LIMITED

DIRECTORS' REPORT  
for the year ended 31 July 1996

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**DIRECTORS AND THEIR INTERESTS IN SHARES**

The directors during the year were as follows:

Mr A R Hancock  
Mrs T L Hancock

The directors had the following interests in the ordinary shares of the company at the beginning and end of the year:

	£1 ordinary shares fully paid	
	31 July 1996	1 August 1995
Mr A R Hancock	2,501	2,501
Mrs T L Hancock	2,499	2,499

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**AUDITORS**

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that D A Greenwood be re-appointed as auditors of the company will be put to the Annual General Meeting.

This report was approved by the Board on 11<sup>TH</sup> APRIL 1997

T. L. Hancock .

Director

BLUBECKERS LIMITED

D A Greenwood  
Chartered Accountants

Walnut House, Farnham Lane  
Haslemere, Surrey, GU27 1HE

**AUDITORS' REPORT**  
**to the members of Blubeckers Limited**

We have audited the financial statements on pages 4 to 9 which have been prepared on the basis of the accounting policies set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 1, 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.

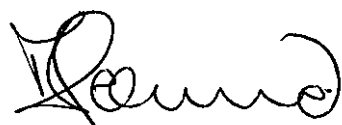
**Basis of opinion**

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 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 31 July 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Chartered Accountants  
Registered Auditors

11/4/97.

BLUBECKERS LIMITED

PROFIT AND LOSS ACCOUNT  
for the year ended 31 July 1996

	Notes	1996 £	1995 £
Turnover	1	3,667,553	2,688,906
Operating Costs		(3,290,870)	(2,514,349)
Operating profit	2	376,683	174,557
Interest Payable	4	(101,303)	(96,100)
Interest Receivable	5	—	—
Profit on ordinary activities before taxation		275,380	78,457
Tax on profit on ordinary activities	6	(68,600)	(33,600)
Retained profit for the year		206,780	44,857
Retained Profit brought forward		278,019	233,162
Retained profit carried forward		484,799	278,019

The company has no recognised gains and losses other than the profits above and therefore no separate statement of recognised gains and losses has been presented.

BLUBECKERS LIMITED

BALANCE SHEET  
as at 31 July 1996

	Not	1996	1995
		£	£
<b>FIXED ASSETS</b>	7	1,778,281	1,491,408
<b>CURRENT ASSETS</b>			
Stock		39,027	34,363
Debtors	8	406,791	100,683
Cash at bank and in hand		1,449	26,516
		447,267	161,562
<b>CREDITORS amounts falling due within one year</b>	9	(901,479)	(599,596)
<b>Net current liabilities</b>		(454,212)	(438,034)
<b>Total assets less current liabilities</b>		1,324,069	1,053,374
<b>CREDITORS amounts falling after more than one year</b>	10	(739,472)	(675,557)
<b>Net Assets</b>		584,597	377,817
<b>CAPITAL AND RESERVES</b>			
Called up share capital	11	5,000	5,000
Profit and loss account		484,799	278,019
Directors' Capital Account		94,798	94,798
	12	584,597	377,817

The financial statements on pages 4 to 9 were approved by the Board on 11<sup>th</sup> April 1997.

Director



## **1 ACCOUNTING POLICIES**

### **Basis of accounting**

The financial statements are prepared under the historical cost convention

### **Turnover**

Turnover comprises the amount of goods sold, stated net of value added tax.

### **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost or valuation, less depreciation. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life as follows:

Equipment	10% on cost
Fixtures and Fittings	10% on cost
Motor Vehicles	25% on cost
Improvements to Premises	10% on cost

### **Stock**

Stock has been valued by an independent stocktaker at the lower of cost and net realisable value.

### **Deferred Taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider a material liability to taxation is unlikely to crystallise.

### **Compliance with accounting standards**

The financial statements have been prepared in accordance with applicable accounting standards.



BLUBECKERS LIMITED

NOTES TO THE  
FINANCIAL STATEMENTS

**2 OPERATING PROFIT**

This is stated after charging/(crediting):	1996	1995
	£	£
Depreciation	175,630	129,152
Directors' remuneration	17,875	17,875
Auditors' remuneration	6,050	3,437
Loss/(Profit) on Sale of Assets	(34,487)	5,284

**3 EMPLOYEES**

The average weekly number of employees including directors during the year was made up as follows:

Office and Management	23	23
Staff	130	127

Staff costs during the year amounted to:	1996	1995
	£	£
Wages & Staff Accommodation Costs	1,253,088	943,697
Social security costs	66,070	45,535
Pension costs	—	—
	<u>1,319,158</u>	<u>989,232</u>

<b>4 INTEREST PAYABLE</b>	1996	1995
	£	£
On bank overdraft	21,676	33,054
On bank loan	87,681	67,444
Hire Purchase Interest	(8,054)	(4,398)
	<u>101,303</u>	<u>96,100</u>

**5 INTEREST RECEIVABLE**

On bank deposits	0	0
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**6 TAXATION**

Tax on profit on ordinary activities:		
UK Corporation Tax @ 24%	73,600	27,600
Deferred Taxation	(5,000)	6,000
	<u>68,600</u>	<u>33,600</u>

BLUBECKERS LIMITED

NOTES TO THE  
FINANCIAL STATEMENTS

7. TANGIBLE FIXED ASSETS

	Property Mill	Property Edwinns	Property Caversham	Goodwill	Motor Vehicles	Fixtures Fittings
<b>Cost or valuation</b>						
1 August 1995	328,000	227,435	130,500	27,000	271,066	353,334
Additions	570	—	—	25,000	37,590	117,324
	328,570	227,435	130,500	52,000	308,656	470,658
Disposals	—	—	—	—	76,500	—
<b>31 July 1996</b>	<b>328,570</b>	<b>227,435</b>	<b>130,500</b>	<b>52,000</b>	<b>232,156</b>	<b>470,658</b>
<b>Depreciation</b>						
1 August 1995	—	—	—	—	231,008	159,671
Charge for year	—	—	—	—	20,340	44,148
	—	—	—	—	251,348	203,819
Disposals	—	—	—	—	75,937	—
<b>31 July 1996</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>175,411</b>	<b>203,819</b>
<b>Net book value</b>						
<b>31 July 1996</b>	<b>328,570</b>	<b>227,435</b>	<b>130,500</b>	<b>52,000</b>	<b>56,745</b>	<b>266,839</b>
31 July 1995	328,000	227,435	130,500	27,000	40,058	193,663
	Improvements to Premises Mill				Leasehold Prem & Imps Hampton Court	Total
	Caversham	Edwinns		Equipment		
<b>Cost or valuation</b>						
1 August 1995	300	327,950	171,350	268,812	143,534	2,249,281
Additions	—	22,875	4,821	61,236	193,650	463,066
	300	350,825	176,171	330,048	337,184	2,712,347
Disposals	—	—	—	—	—	76,500
<b>31 July 1996</b>	<b>300</b>	<b>350,825</b>	<b>176,171</b>	<b>330,048</b>	<b>337,184</b>	<b>2,635,847</b>
<b>Depreciation</b>						
1 August 1995	—	131,819	115,531	113,675	6,169	757,873
Charge for year	—	35,180	17,617	28,762	29,583	175,630
	—	166,999	133,148	142,437	35,752	933,503
Disposals	—	—	—	—	—	75,937
<b>31 July 1996</b>	<b>—</b>	<b>166,999</b>	<b>133,148</b>	<b>142,437</b>	<b>35,752</b>	<b>857,566</b>
<b>Net book value</b>						
<b>31 July 1996</b>	<b>300</b>	<b>183,826</b>	<b>43,023</b>	<b>187,611</b>	<b>301,432</b>	<b>1,778,281</b>
31 July 1994	300	196,131	55,819	155,137	137,365	1,491,408

BLUBECKERS LIMITED

NOTES TO THE  
FINANCIAL STATEMENTS

8	DEBTORS	1996 £	1995 £
	Prepayments and accrued income	406,791	100,683
		406,791	100,683
9	CREDITORS:	1996	1995
	Amounts falling due within one year	£	£
	Bank overdraft	234,216	30,569
	Bank Loan	180,324	170,821
	Directors' Loan Account	14,460	14,460
	Obligations under Hire Purchase contracts	52,045	34,456
	Trade Creditors	154,956	145,662
	Other taxes and social security costs	121,290	101,382
	Corporation tax	102,700	60,310
	Accruals	41,488	41,936
		901,479	599,596
10	CREDITORS:	1996	1995
	Amounts falling due after more that one year	£	£
	Bank Loan	680,127	615,687
	Obligations under Hire Purchase contracts	51,345	46,870
	Deferred Taxation	8,000	13,000
		739,472	675,557
11	SHARE CAPITAL		
		Authorised	Allotted, issued and fully paid
		1996	1995
		1996	1995
		£	£
	£1 ordinary shares	10,000	5,000
		10,000	5,000
12	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	1996	1995
		£	£
	Retained Profit for the financial year	206,780	44,857
	Net addition to shareholders' funds	206,780	44,857
	Opening Shareholders' funds	377,817	332,960
		584,597	377,817

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