

TRM TISCH LTD
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 MARCH 1997



TRM TISCH LTD

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TRM TISCH LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 30 MARCH 1997

The directors present their report and financial statements for the year ended 30 March 1997.

Principal activities and review of the business

The principal activity of the company and its subsidiary undertaking continued to be that of restaurateurs.

The directors see the next twelve months as a busy period in which their efforts will be directed in making the company more profitable.

Results and dividends

The results for the year are set out on page 4.

Market value of land and buildings

Full disclosure of all matters relating to fixed assets is set out in the notes to the financial statements.

Directors

The following directors have held office since 1 April 1996:

Andre Plisnier

Denis Blais

Richard Koch

Sir Paul Judge

(Resigned 25 March 1997)

Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	30 March 1997	1 April 1996
Andre Plisnier	22,859	22,859
Denis Blais	19,811	19,811
Sir Paul Judge	8,708	8,708

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Westbury Schotness be reappointed as auditors of the company will be put to the Annual General Meeting.

TRM TISCH LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 30 MARCH 1997

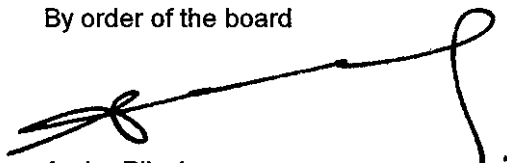
Directors' responsibilities

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;
- 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.

By order of the board

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke, positioned above the printed name.

Andre Plisnier

Director

12 December 1997

TRM TISCH LTD

AUDITORS' REPORT TO THE DIRECTORS OF TRM TISCH LTD UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 4 to 16 together with the financial statements of TRM TISCH LTD prepared under section 226 of the Companies Act 1985 for the year ended 30 March 1997.

Respective responsibilities of directors and auditors

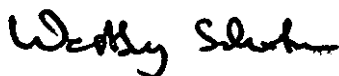
The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985 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 have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts under section 246A(3) of the Companies Act 1985, in respect of the year ended 30 March 1997 and the abbreviated accounts on pages 4 to 16 have been properly prepared in accordance with those provisions.



Westbury Schotness

12 December 1997

Chartered Accountants
Registered Auditor

145-157 St John Street
London
EC1V 4PY

TRM TISCH LTD

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 MARCH 1997

	Notes	1997 £	1996 £
Gross profit		1,223,780	1,256,712
Administrative expenses		(1,033,982)	(934,687)
Operating profit	2	189,798	322,025
		-	-
Investment income	3	500,000	-
Other interest receivable and similar income	3	1,272	962
Interest payable and similar charges	4	(60,727)	(123,079)
Profit on ordinary activities before taxation		630,343	199,908
Tax on profit on ordinary activities	5	(88,191)	(68,131)
Profit on ordinary activities after taxation		542,152	131,777
Dividends	6	(104,497)	-
Retained profit for the year	14	437,655	131,777

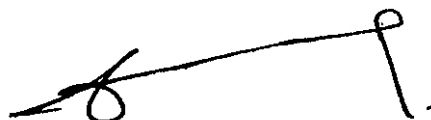
TRM TISCH LTD

ABBREVIATED BALANCE SHEET AS AT 30 MARCH 1997

	Notes	1997 £	£	1996 £	£
Fixed assets					
Tangible assets	7	516,942		532,571	
Investments	8	644,833		1,157,091	
		1,161,775		1,689,662	
Current assets					
Stocks	9	36,394		31,019	
Debtors	10	596,704		81,960	
Cash at bank and in hand		1,169		9,407	
		634,267		122,386	
Creditors: amounts falling due within one year	11	(637,020)		(879,305)	
Net current liabilities		(2,753)		(756,919)	
Total assets less current liabilities		1,159,022		932,743	
Creditors: amounts falling due after more than one year	12	(68,568)		(279,944)	
		1,090,454		652,799	
Capital and reserves					
Called up share capital	13	69,665		69,665	
Share premium account	14	241,292		241,292	
Profit and loss account	14	779,497		341,842	
Shareholders' funds	15	1,090,454		652,799	

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 on 12 December 1997



Andre Plisnier
Director

TRM TISCH LTD

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 MARCH 1997

	1997 £	1996 £
Net cash inflow from operating activities	172,507	343,683
Returns on investments and servicing of finance		
Interest received	1,272	962
Interest paid	(60,727)	(123,079)
Net cash outflow for returns on investments and servicing of finance	(59,455)	(122,117)
Taxation	(125,936)	(24,000)
Capital expenditure and financial investment		
Payments to acquire tangible assets	(31,881)	(9,726)
Receipts from sales of tangible assets	653	-
Net cash inflow/(outflow) for capital expenditure	(31,228)	(9,726)
Equity dividends paid	(104,497)	-
Net cash inflow/(outflow) before management of liquid resources and financing	(148,609)	187,840
Financing		
New long term bank loan	-	380,000
Repayment of long term bank loan	(383,667)	(278,656)
Receipts from sales of investments	512,258	(353,811)
Net cash (outflow)/inflow from financing	128,591	(252,467)
(Decrease)/increase in cash in the year	(20,018)	(64,627)

TRM TISCH LTD

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 30 MARCH 1997

1	Reconciliation of operating profit to net cash inflow from operating activities			1997	1996
				£	£
	Operating profit			189,798	322,025
	Depreciation of tangible assets			62,863	95,462
	Profit on disposal of tangible assets			(653)	-
	Increase/(decrease) in stocks			(5,375)	340
	Increase in debtors			(14,744)	(17,554)
	(Decrease)/Increase in creditors within one year			(59,382)	(56,590)
	Net cash inflow from operating activities			<u>172,507</u>	<u>343,683</u>

2	Analysis of net debt	1 April 1996	Cash flow	Other non-cash changes	30 March 1997
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	9,407	(8,238)		1,169
	Bank overdrafts	(81,771)	(11,780)		(93,551)
		<u>(72,364)</u>	<u>(20,018)</u>		<u>(92,382)</u>
	Debt:				
	Finance leases	-	(15,353)	-	(15,353)
	Debts falling due within one year	(383,667)	162,056	-	(221,611)
	Debts falling due after one year	(279,944)	221,611	-	(58,333)
		<u>(663,611)</u>	<u>368,314</u>	<u>-</u>	<u>(295,297)</u>
	Net debt	<u>(735,975)</u>	<u>348,296</u>	<u>-</u>	<u>(387,679)</u>

3	Reconciliation of net cash flow to movement in net debt	1997	1996
		£	£
	Decrease in cash in the year	(20,018)	(64,627)
	Cash outflow/(inflow) from decrease/(increase) in debt and lease financing	368,314	(13,463)
	Movement in net debt in the year	<u>348,296</u>	<u>(78,090)</u>
	Opening net debt	(735,975)	(657,885)
	Closing net debt	<u>(387,679)</u>	<u>(735,975)</u>

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT 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 less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	Straight line over the life of the lease
Plant and machinery	33.33% Straight Line
Fixtures, fittings & equipment	33.33% and 20% Straight Line

1.5 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.7 Stock

Stock is valued at the lower of cost and net realisable value.

1.8 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences 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 foreseeable future.

1.9 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

2	Operating profit	1997	1996
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	62,863	95,462
	Profit on sale of tangible assets	(653)	-
	Operating lease rentals - Land and buildings	77,934	54,775
	Operating lease rentals- Hire and lease of equipment	5,797	9,890
	Auditors' remuneration	4,000	4,000
		<u> </u>	<u> </u>
3	Income from investments, other interest receivable and similar income	1997	1996
		£	£
	Dividends receivable from subsidiary undertaking	500,000	-
	Bank interest	1,272	962
		<u> </u>	<u> </u>
		501,272	962
		<u> </u>	<u> </u>
4	Interest payable	1997	1996
		£	£
	On bank loans and overdrafts	12,137	49,635
	On other loans wholly repayable within 5 years	47,899	73,444
	On overdue tax	691	-
		<u> </u>	<u> </u>
		60,727	123,079
		<u> </u>	<u> </u>
5	Taxation	1997	1996
		£	£
	U.K. current year taxation		
	U.K. corporation tax at 24% (1996 - 25%)	37,219	72,160
	Prior years		
	U.K. Corporation tax	50,972	(4,029)
		<u> </u>	<u> </u>
		88,191	68,131
		<u> </u>	<u> </u>
6	Dividends	1997	1996
		£	£
	Ordinary interim paid	104,497	-
		<u> </u>	<u> </u>

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

7 Tangible fixed assets

	Land and buildings Leasehold	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 April 1996	600,033	71,306	85,302	756,641
Additions	-	24,999	22,236	47,235
Disposals	-	-	(9,750)	(9,750)
At 30 March 1997	600,033	96,305	97,788	794,126
Depreciation				
At 1 April 1996	102,018	61,222	60,831	224,071
On disposals	-	-	(9,750)	(9,750)
Charge for the year	34,516	12,781	15,566	62,863
At 30 March 1997	136,534	74,003	66,647	277,184
Net book value				
At 30 March 1997	463,499	22,302	31,141	516,942
At 31 March 1996	498,015	10,085	24,471	532,570

Included above are assets held under finance leases or hire purchase contracts as follows:

	Plant and machinery £
Net book values	
At 30 March 1997	14,591
Depreciation charge for the year	
30 March 1997	2,931

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

8 Fixed asset investments

	Shares in subsidiary undertakings	Loans in subsidiary undertakings	Total
	£	£	£
Cost			
At 1 April 1996	2	1,157,089	1,157,091
Disposals	-	(512,258)	(512,258)
	<u>2</u>	<u>644,831</u>	<u>644,833</u>
At 30 March 1997	2	644,831	644,833

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Kreek Limited	England	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
Kreek Limited	52,257	65,330
	<u>52,257</u>	<u>65,330</u>

9 Stocks

	1997	1996
	£	£
Finished goods and goods for resale	36,394	31,019
	<u>36,394</u>	<u>31,019</u>

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

10 Debtors	1997 £	1996 £
Trade debtors	47,078	42,285
Other debtors	503,769	18,250
Prepayments and accrued income	45,857	21,425
	<u>596,704</u>	<u>81,960</u>
11 Creditors: amounts falling due within one year	1997 £	1996 £
Bank loans and overdrafts	315,162	465,438
Net obligations under finance lease and hire purchase contracts	5,118	-
Trade creditors	100,529	86,167
Corporation tax	62,067	125,936
Other taxes and social security costs	98,381	166,776
Other creditors	15,787	15,006
Accruals and deferred income	39,976	19,982
	<u>637,020</u>	<u>879,305</u>
Debt due within one year	<u>315,162</u>	<u>465,438</u>

The bank overdraft is secured by fixed and floating charges over the assets of the company.

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

12 Creditors: amounts falling due after more than one year	1997 £	1996 £
Bank loans	58,333	279,944
Net obligations under finance leases and hire purchase agreements	10,235	-
	<u>68,568</u>	<u>279,944</u>
Analysis of loans		
Wholly repayable within five years	279,944	663,611
	<u>279,944</u>	<u>663,611</u>
Included in current liabilities	(221,611)	(383,667)
	<u>58,333</u>	<u>279,944</u>
Loan maturity analysis		
Between one and two years	58,333	465,438
Between two and five years	-	221,611
In five years or more	-	58,333
	<u>-</u>	<u>58,333</u>
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	5,118	-
Repayable between one and five years	10,235	-
	<u>15,353</u>	<u>-</u>
Included in liabilities falling due within one year	(5,118)	-
	<u>10,235</u>	<u>-</u>

The loan is secured by a debenture held on the bank's standard form; legal charges over keyman insurance policies on the directors sufficient to cover the borrowings at all times; legal charges over the occupational leases of 72/73 Chalk Farm Road and a floating charge over the assets of the company.

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

The company has three separate bank loans with varying rates of interest.

The loans provided by one bank are secured by a debenture held on the bank's standard form; legal charges over keyman insurance policies on the directors sufficient to cover the borrowings at all times; legal charges over the occupational leases of 72/73 Chalk Farm Road and a floating charge over the assets of the company.

The loan provided by the other bank are secured by a fixed charge over the leasehold interest in 72/73 Chalk Farm Road and part of 44/46 Earlham Street and 27/33 Shelton Street together with a floating charge over the assets of the company. In addition, the company has unlimited personal guarantees of the directors.

13 Share capital	1997	1996
	£	£
Authorised		
100,000 Ordinary shares of £1 each	100,000	100,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
69,665 Ordinary shares of £1 each	69,665	69,665
	<hr/>	<hr/>
14 Statement of movements on reserves		
	Share premium account	Profit and loss account
	£	£
Balance at 1 April 1996	241,292	341,842
Retained profit for the year	-	437,655
	<hr/>	<hr/>
Balance at 30 March 1997	241,292	779,497
	<hr/>	<hr/>
15 Reconciliation of movements in shareholders' funds	1997	1996
	£	£
Profit for the financial year	542,152	131,777
Dividends	(104,497)	-
	<hr/>	<hr/>
Net addition to shareholders' funds	437,655	131,777
Opening shareholders' funds	652,799	521,022
	<hr/>	<hr/>
Closing shareholders' funds	1,090,454	652,799
	<hr/>	<hr/>

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

16 Contingent liabilities

An unlimited guarantee has been given to Kreek Limited in respect of bank borrowings which at the balance sheet date amounted to £158,607.

17 Financial commitments

At 30 March 1997 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	1997	1996	1997	1996
	£	£	£	£
Expiry date:				
In over five years	53,000	53,000	6,500	6,500
	<u>53,000</u>	<u>53,000</u>	<u>6,500</u>	<u>6,500</u>

The lease on 72/73 Chalk Farm Road expires on the 24 March 2011 and the next rent review is on the 25 March 1999.

18 Directors' emoluments

	1997	1996
	£	£
Remuneration	<u>104,767</u>	<u>87,387</u>

TRM TISCH LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 MARCH 1997

19 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	1997 Number	1996 Number
Administration	4	9
Restaurant staff	48	51
	<u>52</u>	<u>60</u>

Employment costs

	£	£
Wages and salaries	508,906	477,085
Social security costs	38,624	33,918
Other pension costs	1,906	-
	<u>549,436</u>	<u>511,003</u>