

MBR LIMITED  
(CN 2620874)

REPORT OF THE DIRECTOR for the year ended 30th June 1998

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The director presents his report and accounts for the year ended 30th June 1998.

PRINCIPAL ACTIVITIES

The company's principal activity continued to be that of newsagent, tobacconist and confectioners.

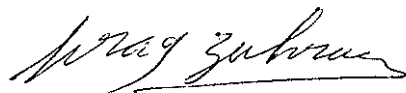
DIRECTORS AND THEIR INTEREST

The directors who served during the year and their beneficial interest in the company's issued ordinary share capital were:-

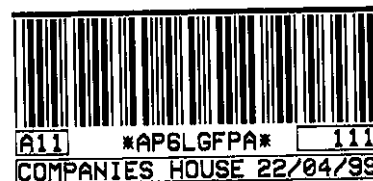
	Ordinary shares of £1 each	
	<u>30.6.1998</u>	<u>30.6.1997</u>
S. Saber	50	50

This report has been prepared in accordance with the special provisions relating to small companies under Section 246 of the Companies Act 1985.

Approved by the Board and signed on its behalf.



S. Zahran  
Secretary



Date: 16/4/99

MBR LIMITED

PROFIT AND LOSS ACCOUNT for the year ended 30th June 1998

	Note	£	y.e. 30.6.1997 £
Turnover	1b	105,704	90,423
Cost of sales		82,148	70,363
		<hr/>	<hr/>
Gross profit		23,556	20,060
Administrative expenses		19,722	18,513
		<hr/>	<hr/>
Operating profit	2	3,834	1,547
Interest payable and similar charges		( 472)	( 426)
		<hr/>	<hr/>
Profit on ordinary activities before taxation		3,362	1,121
Tax on profit on ordinary activities	3	984	620
		<hr/>	<hr/>
Profit after taxation for the financial year		2,378	501
Retained profit brought forward		2,403	1,902
		<hr/>	<hr/>
Retained profit carried forward		<u>4,781</u>	<u>2,403</u>

There were no recognised gains and losses other than those recognised in the profit and loss account.

The notes on pages 5 and 6 form part of the accounts.

MBR LIMITED

BALANCE SHEET at 30th June 1998

	Note	30.6.1997	
		£	£
FIXED ASSETS			
Tangible	4	9,075	9,905
Intangible - Goodwill		7,000	7,000
		<u>16,075</u>	<u>16,905</u>
CURRENT ASSETS			
Stock		4,030	3,750
Debtors and prepayments		800	1,603
Cash at bank and in hand		<u>1,209</u>	<u>1,685</u>
		<u>6,039</u>	<u>7,038</u>
CREDITORS: amounts falling due within one year	5	<u>4,933</u>	<u>3,940</u>
Net current assets		<u>1,106</u>	<u>3,098</u>
Total assets less current liabilities		<u>17,181</u>	<u>20,003</u>
CREDITORS: amounts falling due outside one year			
Loan		(12,300)	(17,500)
		<u>4,881</u>	<u>2,503</u>
financed by:-			
Called-up share capital	6	100	100
Profit and loss account		<u>4,781</u>	<u>2,403</u>
Shareholders' funds	7	<u>4,881</u>	<u>2,503</u>

MBR LIMITED

BALANCE SHEET at 30th June 1998 (continued)

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In approving these financial statements as director of the company, I hereby confirm:

- a) that for the year in question the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;
- b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30th June 1998; and
- c) that I acknowledge my responsibilities for:
  - i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act, and
  - ii) preparing accounts which give a true and fair view of the state of affairs of the company at 30th June 1998 and of its result for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions relating to small companies under Part 7 to the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

The accounts were approved by the Board of Directors.

.....*Saber*.....  
S. Saber - director

Date *16/4/99*...

The notes on pages 5 and 6 form part of these accounts.

1. ACCOUNTING POLICIES

a) Basis of preparation of accounts

The accounts are prepared under the historical cost convention and include the result of the company's operation which is described in the director's report.

The company has taken advantage of the exemption in the Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

b) Turnover

Turnover is based on takings, net of Value Added Tax, where applicable.

c) Tangible assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation/amortisation is provided so as to write off the cost of fixed assets less their estimated residual value over their anticipated useful lives:-

Equipment, fixtures and fittings - 15% reducing balance basis  
Leasehold - 10% straight line basis

2. OPERATING PROFIT

The operating profit is arrived at after charging:-

	<u>1998</u> £	<u>1997</u> £
Depreciation of fixed assets		
- owned by the company	2,050	1,928
Director's fees	-	-
	<u>=====</u>	<u>=====</u>

3. TAXATION

U.K. corporation tax at 24%	-	480
at 21%	984	140
	<u>-----</u>	<u>-----</u>
	984	620
	<u>=====</u>	<u>=====</u>

4. TANGIBLE FIXED ASSETS

	Leasehold property	Equipment, fixture and fittings	Total
	£	£	£
Cost			
Balance b/f	15,283	6,000	21,283
Additions during the year	<u>-</u>	<u>1,220</u>	<u>1,220</u>
Balance c/f	<u>15,283</u>	<u>7,220</u>	<u>22,503</u>
Depreciation			
Balance b/f	7,640	3,738	11,378
Charge for the year	<u>1,528</u>	<u>522</u>	<u>2,050</u>
Balance c/f	<u>9,168</u>	<u>4,260</u>	<u>13,428</u>
Net book value at 30.6.1997	<u>7,643</u>	<u>2,262</u>	<u>9,905</u>
Net book value at 30.6.1998	<u>6,115</u>	<u>2,960</u>	<u>9,075</u>

5. CREDITORS: amounts falling due within one year

	1998 £	1997 £
Trade creditors	2,097	2,001
Other creditors including taxation and social security	2,161	1,289
Accruals	<u>675</u>	<u>650</u>
	<u>4,933</u>	<u>3,940</u>

6. CALLED-UP SHARE CAPITAL

Authorised		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted and fully paid		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

7. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

Profit for the year	2,378	501
Shareholders' funds b/f	<u>2,503</u>	<u>2,002</u>
Shareholders' funds c/f	<u>4,881</u>	<u>2,503</u>