

2654624

KASHMIR VALLEY LIMITED

REPORT OF THE DIRECTOR

The Director present his annual report and accounts for the year ended 31st March 1997.

ACTIVITIES

The principal activity of the Company is that of Restaurateurs.

REVIEW OF BUSINESS

The result for the year, financial position of the Company, and the recommended transfer to reserves are as shown in the annexed accounts.

DIVIDENDS

No dividend is proposed.

CLOSE COMPANY

In the opinion of the directors the company is a close company within the provisions of the Income and Corporation Taxes Act 1970

AUDITORS

The Auditors, K Rahaman & Co, will be proposed for re-appointment in accordance with Section 14(1) of the Companies Act 1976.

Date 16.10.1997

Signed on Behalf of the Board

....A.....Murari.....



**REPORT OF THE AUDITOR TO THE MEMBERS OF
KASHMIR VALLEY LIMITED**

We have audited the annexed accounts. Our audit was conducted in accordance with the approved Auditing Standards having regard to the matters referred to the following paragraphs.

In common with many businesses of the similar size and organisation, the Company's system of internal control is dependant upon the close involvement of Directors who are the majority shareholders. Where the independent confirmation of the completeness of the accounting records was not available, we have accepted assurance from Directors that all the Company's transactions have been reflected in the records.

Subject to the foregoing, in our opinion, the accounts which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs as at 31st March 1997 and of its results for the year ended and comply with the Companies Act 1985.

**K RAHAMAN & CO
CHARTERED CERTIFIED ACCOUNTANTS
96 AUDLEY ROAD
LONDON NW4 3HG**

K. Rahaman & Co

DATED 16.10.1997

KASHMIR VALLEY LIMITED**1996****BALANCE SHEET AS AT 31ST MARCH 1997****FIXED ASSESTS****COST****DEPN'**

145

Fixtures and Fittings

2689

289

2400

26892892400144

Formation Expenses

1442892544**CURRENT ASSETS**

1500

Stock (At valuation)

1500

2565

Cash and Bank

5523

40657023**DEDUCT: CURRENT LIABILITIES**

9444

Creditors and Accrued Charges

7302

311

Director's Current Account

311

0

Partnership Account

1567

97559180-5690**NET CURRENT LIABILITIES**-2157-5401**CAPITAL EMPLOYED**

£

387

Financed by:

SHARE CAPITAL

Authorised: Ordinary Shares of £1 each £100

4

Issued and Fully Paid

4

RESERVES-5405

Revenue: Retained Profit

383**LONG TERM FINANCE**-5401

£

387

 DIRECTOR - AGREED AND APPROVED

KASHMIR VALLEY LIMITED
PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE
YEAR ENDED 31ST MARCH 1997

PROFIT	7355
Deduct: Transfer to Partnership	1567
	<hr/>
	5788
Deduct: Taxation	0
PROFIT AFTER TAXATION	<hr/>
	5788
Less: Losses brought forward	5405
PROFIT CARRIED TO BALANCE SHEET £	<hr/>
	383
	<hr/>

KASHMIR VALLEY LIMITED
PROFIT AND LOSS ACCOUNTS FOR THE YEAR ENDED
31ST MARCH 1997

1996			
54815		SALES	66859
		DEDUCT: COST OF SALE	
	1500	Stock - Opening	1500
	<u>17733</u>	Purchases	<u>21150</u>
	19233		22650
17733	1500	Less: Stock - Closing	<u>1500</u> 21150
<u>37082</u>			<u>45709</u>
		DEDUCT: EXPENDITURES	
4200		Directors Salaries	5200
7077		Wages	9858
700		Staff Canteen and Welfare	700
819		Containers and Carrier Bags	483
11272		Rent and Rates	11179
790		Insurance	735
2092		Gas and Electricity	2068
612		Charcoal	518
453		Repairs and Renewals	223
546		Telephone	513
710		Printing, Postage, Stationery & Advertising	1428
890		Laundry and Cleaning	1133
260		Sundry Trade Expenses	442
372		Carriage, Fare and Transport	325
2104		Bank and Credit Card Charges & Interest	2278
900		Accountancy Charges	900
0		Professional Charges	82
33797	0	Depreciation-Fixtures and Fittings	<u>289</u> 38354
<u>3285</u>		NET PROFIT FOR THE YEAR	<u>£</u> <u><u>7355</u></u>

.....*A. Munir*..... **DIRECTOR - AGREED AND APPROVED**