

**ORIENTAL (NEWSPAPERS) LIMITED**  
**FINANCIAL STATEMENTS**  
**31ST MAY 1998**

Company Registration Number 02816623

**RAEI & CO**  
Chartered Certified Accountants  
18 Forty Avenue  
Wembley  
Middlesex  
HA9 8JP



**ORIENTAL (NEWSPAPERS) LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31ST MAY 1998**

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# ORIENTAL (NEWSPAPERS) LIMITED

## THE DIRECTOR'S REPORT

YEAR ENDED 31ST MAY 1998

The director has pleasure in presenting his report and the unaudited financial statements of the company for the year ended 31st May 1998.

### PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the publishing of Nimrooz Newspaper.

### THE DIRECTOR AND HIS INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests, including family holdings, in the shares of the company was as follows:

	Ordinary Shares of £1 each	
	At 31 May 1998	At 1 June 1997
MR PARVIZ ESFAHANI	90	90

### SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

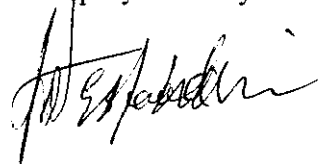
Registered office:

18 Forty Avenue  
Wembley  
Middex  
HA9 8JP

Signed by order of the director



Company Secretary



Approved by the director on 28/10/1999

**ORIENTAL (NEWSPAPERS) LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31ST MAY 1998**

		1998 £	1997 £
<b>TURNOVER</b>		259,711	199,137
Cost of sales		163,172	106,958
<b>GROSS PROFIT</b>		96,539	92,179
Distribution costs		14,615	14,747
Administrative expenses		74,405	78,414
<b>OPERATING PROFIT/(LOSS)</b>	<b>2</b>	7,519	(982)
Tax on profit/(loss) on ordinary activities	<b>4</b>	614	603
<b>RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		6,905	(1,585)
Balance brought forward		(2,819)	(1,234)
Balance carried forward		4,086	(2,819)

**ORIENTAL (NEWSPAPERS) LIMITED****BALANCE SHEET****31ST MAY 1998**

		1998		1997
		£	£	£
<b>FIXED ASSETS</b>				
Tangible assets	5		15,816	11,364
<b>CURRENT ASSETS</b>				
Debtors	6	24,083		50,683
Cash at bank and in hand		7,206		130
		<u>31,289</u>		<u>50,813</u>
<b>CREDITORS: Amounts falling due within one year</b>	7	<u>(42,919)</u>		<u>(62,396)</u>
<b>NET CURRENT LIABILITIES</b>			(11,630)	(11,583)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>4,186</u>	<u>(219)</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	8		-	(2,500)
			<u>4,186</u>	<u>(2,719)</u>

The balance sheet continues on the following page.

The notes on pages 5 to 7 form part of these financial statements.

**ORIENTAL (NEWSPAPERS) LIMITED****BALANCE SHEET** *(continued)***31ST MAY 1998**

		1998	1997
		£	£
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	10	100	100
Profit and loss account		4,086	(2,819)
<b>SHAREHOLDERS' FUNDS /(DEFICIENCY)</b>		<u>4,186</u>	<u>(2,719)</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 1999).

These financial statements were approved and signed by the director on 27/10/1999

  
 MR PARVIZ ESFAHANI

**ORIENTAL (NEWSPAPERS) LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST MAY 1998****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings - 25% p a Straight Line Basis

**2. OPERATING PROFIT/LOSS**

Operating profit/loss is stated after charging:

	1998 £	1997 £
Director's emoluments	13,817	3,360
Depreciation	<u>1,000</u>	<u>9,247</u>

**3. DIRECTOR'S PENSION SCHEMES**

The number of directors who are accruing benefits under company pension schemes were as follows:

	1998 No.	1997 No.
	<u>        </u>	<u>        </u>

**4. TAX ON PROFIT/LOSS ON ORDINARY ACTIVITIES**

	1998 £	1997 £
Corporation tax based on the results for the year at 21% (1997 - 21%)	<u>614</u>	<u>603</u>

# ORIENTAL (NEWSPAPERS) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MAY 1998

### 5. TANGIBLE FIXED ASSETS

	Fixtures & Motor Vehicles Fittings		Equipment	Total
	£	£	£	£
<b>COST</b>				
At 1st June 1997	35,716	-	-	35,716
Additions	-	4,700	752	5,452
<b>At 31st May 1998</b>	<u>35,716</u>	<u>4,700</u>	<u>752</u>	<u>41,168</u>
<b>DEPRECIATION</b>				
At 1st June 1997	24,352	-	-	24,352
Charge for the year	1,000	-	-	1,000
<b>At 31st May 1998</b>	<u>25,352</u>	<u>-</u>	<u>-</u>	<u>25,352</u>
<b>NET BOOK VALUE</b>				
<b>At 31st May 1998</b>	<u>10,364</u>	<u>4,700</u>	<u>752</u>	<u>15,816</u>
At 31st May 1997	<u>11,364</u>	<u>-</u>	<u>-</u>	<u>11,364</u>

### 6. DEBTORS

	1998 £	1997 £
Trade debtors	24,083	47,352
Other debtors	-	3,331
	<u>24,083</u>	<u>50,683</u>

### 7. CREDITORS: Amounts falling due within one year

	1998 £	1997 £
Bank loans and overdrafts	13,461	218
Trade creditors	20,411	43,441
Other creditors including:		
Corporation tax	1,217	1,369
PAYE and social security	2,933	-
VAT	538	-
Other creditors	3,000	11,777
Directors current accounts	<u>359</u>	<u>-</u>
	8,047	13,146
Accruals and deferred income	1,000	5,591
	<u>42,919</u>	<u>62,396</u>



**ORIENTAL (NEWSPAPERS) LIMITED****NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST MAY 1998****8. CREDITORS: Amounts falling due after more than one year**

	1998 £	1997 £
Bank loans and overdrafts	<u>-</u>	<u>2,500</u>

**9. RELATED PARTY TRANSACTIONS**

The company was under the control of Mr P Esfahani, a director and members of his close family throughout the current and previous year. Mr P Esfahani is personally interested in 34% (1997 - 34%) of the company's share capital. In addition, his adult children control in aggregate a further 45% (1997 - 45%) of the company's issued share capital.

**10. SHARE CAPITAL****Authorised share capital:**

	1998 £	1997 £
2,000 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>

**Allotted, called up and fully paid:**

	1998 £	1997 £
Ordinary share capital brought forward	100	-
Issue of ordinary shares	<u>-</u>	<u>100</u>
	<u>100</u>	<u>100</u>