

Company Registration No. 3914051 (England and Wales)

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 31 DECEMBER 2004**



# **SPEARMINT RHINO VENTURES (UK) LIMITED**

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# **SPEARMINT RHINO VENTURES (UK) LIMITED**

## **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2004**

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The directors present their report and financial statements for the year ended 31 December 2004.

### **Principal activities and review of the business**

The principal activity of the company during the period was that of an investment holding company.

The results for the year and the financial position at the year end were considered satisfactory by the directors who expect continued growth in the foreseeable future.

### **Results and dividends**

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

The director does not recommend payment of an ordinary dividend.

### **Directors**

The following directors have held office since 1 January 2004:

J Gray

S Warr

(Appointed 17 March 2004)

### **Directors' interests**

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

	Ordinary shares of £ 1 each	
	31 December 2004	1 January 2004
J Gray	600	100
S Warr	200	-

J Gray's interests are disclosed as he is a Trustee of the Gray Family Trust.

### **Auditors**

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

# **SPEARMINT RHINO VENTURES (UK) LIMITED**

## **DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004**

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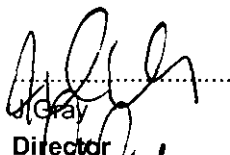
### **Directors' responsibilities**

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.

On behalf of the board

  
.....  
J. Gray  
Director  
.....

17 OCT 05

# **SPEARMINT RHINO VENTURES (UK) LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO SPEARMINT RHINO VENTURES (UK) LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 4 to 17, together with the financial statements of the company for the year ended 31 December 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

### **Basis of audit opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 17 are properly prepared in accordance with that provision.

"In forming our opinion we have considered the adequacy of the disclosures made in note 1.1 to the financial statements concerning the collection of the amounts due from subsidiary undertakings totalling £3,230,748, and the payment of £1,143,549 owed to Spearmint Rhino Companies (Europe) Limited and £1,299,742 owed to Spearmint Rhino Companies (Birmingham) Limited, and £25,249 owed to Livorno Leisure Limited.

In view of the significance of these factors on the validity of the going concern basis for the preparation of the financial statements we consider that they should be drawn to your attention but our opinion is not qualified in this respect."



Millier Hopkins LLP

28 October 2005

Chartered Accountants  
Registered Auditor

St Martins House  
31-35 Clarendon Road  
Watford  
Hertfordshire, WD17 1JF

# SPEARMINT RHINO VENTURES (UK) LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2004

		2004	2003
	Notes	£	as restated £
<b>Gross profit</b>		1,183,110	1,133,740
Administrative expenses		(1,305,803)	(1,601,513)
<b>Operating loss</b>	<b>2</b>	(122,693)	(467,773)
Other interest receivable and similar income		80	1,822
Interest payable and similar charges	<b>4</b>	(39,744)	(19,111)
<b>Loss on ordinary activities before taxation</b>		(162,357)	(485,062)
Tax on loss on ordinary activities	<b>5</b>	73,368	74,783
<b>Loss on ordinary activities after taxation</b>	<b>14</b>	(88,989)	(410,279)

# SPEARMINT RHINO VENTURES (UK) LIMITED

## ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2004

		2004		2003	
	Notes	£	£	as restated £	£
<b>Fixed assets</b>					
Tangible assets	6		324,760		565,918
Investments	7		150,504		405
			<u>475,264</u>		<u>566,323</u>
<b>Current assets</b>					
Debtors	8	3,372,227		4,150,305	
Cash at bank and in hand		-		109,001	
		<u>3,372,227</u>		<u>4,259,306</u>	
<b>Creditors: amounts falling due within one year</b>	9	(4,816,585)		(5,566,258)	
<b>Net current liabilities</b>			(1,444,358)		(1,306,952)
<b>Total assets less current liabilities</b>			(969,094)		(740,629)
<b>Creditors: amounts falling due after more than one year</b>	10		(150,860)		(250,229)
<b>Provisions for liabilities and charges</b>	11		-		(41,007)
			<u>(1,119,954)</u>		<u>(1,031,865)</u>
<b>Capital and reserves</b>					
Called up share capital	13		1,000		100
Profit and loss account	14		(1,120,954)		(1,031,965)
<b>Shareholders' funds - equity interests</b>	15		<u>(1,119,954)</u>		<u>(1,031,865)</u>

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 .....

17 October 2005

  
J Gray  
Director

# SPEARMINT RHINO VENTURES (UK) LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2004

	2004		2003	
	£	£	£	£
<b>Net cash inflow from operating activities</b>		79,553		139,080
<b>Returns on investments and servicing of finance</b>				
Interest received	80		1,822	
Interest paid	(39,744)		(19,111)	
<b>Net cash outflow for returns on investments and servicing of finance</b>		(39,664)		(17,289)
<b>Taxation</b>		202		(20,000)
<b>Capital expenditure and financial investment</b>				
Payments to acquire tangible assets	(69,327)		(30,958)	
Payments to acquire investments	(99)		(174)	
Receipts from sales of tangible assets	189,753		82,677	
<b>Net cash inflow for capital expenditure</b>		120,327		51,545
<b>Acquisitions and disposals</b>				
Purchase of subsidiary undertakings (net of cash acquired)	(150,000)		-	
<b>Net cash outflow for acquisitions and disposals</b>		(150,000)		-
<b>Net cash inflow before management of liquid resources and financing</b>		10,418		153,336
<b>Financing</b>				
Issue of ordinary share capital	900		-	
Repayment of long term bank loan	(10,778)		(11,517)	
Capital element of hire purchase contracts	(80,404)		(106,712)	
<b>Net cash outflow from financing</b>		(90,282)		(118,229)
<b>(Decrease)/increase in cash in the year</b>		(79,864)		35,107



# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2004

1	Reconciliation of operating loss to net cash inflow from operating activities	2004	2003
		£	£
	Operating loss	(122,693)	(467,773)
	Depreciation of tangible assets	55,682	138,999
	Loss on disposal of tangible assets	22,683	-
	Decrease/(increase) in debtors	780,577	(1,425,873)
	(Decrease)/Increase in creditors within one year	(686,356)	1,788,355
	Group relief	29,660	105,372
	<b>Net cash inflow from operating activities</b>	<b>79,553</b>	<b>139,080</b>

2	Analysis of net debt	1 January 2004	Cash flow	Other non-cash changes	31 December 2004
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	109,001	(109,001)	-	-
	Bank overdrafts	(77,399)	29,137	-	(48,262)
		<u>31,602</u>	<u>(79,864)</u>	<u>-</u>	<u>(48,262)</u>
	Debt:				
	Finance leases	(120,180)	139,032	(26,960)	(8,108)
	Debts falling due within one year	(10,699)	(79)	-	(10,778)
	Debts falling due after one year	(172,416)	21,556	-	(150,860)
		<u>(303,295)</u>	<u>160,509</u>	<u>(26,960)</u>	<u>(169,746)</u>
	<b>Net debt</b>	<b>(271,693)</b>	<b>80,645</b>	<b>(26,960)</b>	<b>(218,008)</b>

3	Reconciliation of net cash flow to movement in net debt	2004	2003
		£	£
	(Decrease)/increase in cash in the year	(79,864)	35,107
	Cash outflow from decrease in debt and lease financing	160,509	99,570
	Change in net debt resulting from cash flows	80,645	134,677
	New finance lease	(26,960)	-
	<b>Movement in net debt in the year</b>	<b>53,685</b>	<b>134,677</b>
	Opening net debt	(271,693)	(406,370)
	<b>Closing net debt</b>	<b>(218,008)</b>	<b>(271,693)</b>

# **SPEARMINT RHINO VENTURES (UK) LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004**

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### **1 Accounting policies**

#### **1.1 Accounting convention**

The financial statements are prepared under the historical cost convention.

In the year ended 31 December 2004, the subsidiary companies Spearmint Rhino Companies (Europe) Limited and Spearmint Rhino Companies (Birmingham) Limited provided support to fellow subsidiary companies via the ultimate parent company.

At the balance sheet date, the parent company was owed £3,230,748 from subsidiary companies but owed Spearmint Rhino Companies (Europe) Limited £1,143,549, Spearmint Rhino Companies (Birmingham) Limited £1,299,742 and Livorno Leisure Limited £25,249. The parent company will require significant repayment of the amounts due from subsidiary companies in order to meet its liabilities to Spearmint Rhino Companies (Europe) Limited, Spearmint Rhino Companies (Birmingham) Limited and Livorno Leisure Limited.

The continued support of these two subsidiary companies is critical to the parent company's ability to continue to provide cashflow assistance to its other subsidiary companies.

At the balance sheet date the company also owed the director £1,901,876, and continued support is essential going forward. The directors considers it appropriate to prepare the financial statements on a going concern basis.

#### **1.2 Compliance with accounting standards**

The financial statements are prepared in accordance with applicable accounting standards.

#### **1.3 Turnover**

Turnover represents management charges from subsidiary companies.

#### **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	Over the term of the lease
Plant and machinery	20% Straight line
Fixtures, fittings & equipment	20% Straight line
Motor vehicles	20% Straight line

#### **1.5 Leasing and hire purchase commitments**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

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.

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

### 1 Accounting policies (continued)

#### 1.7 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

#### 1.8 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

#### 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 medium-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.

2	Operating loss	2004 £	2003 £
	Operating loss is stated after charging:		
	Depreciation of tangible assets	55,682	138,999
	Loss on disposal of tangible assets	22,683	-
	Operating lease rentals	17,716	14,390
	Auditors' remuneration	3,828	3,864
		<u>          </u>	<u>          </u>
3	Investment income	2004 £	2003 £
	Bank interest	80	-
	Other interest	-	1,822
		<u>          </u>	<u>          </u>
		80	1,822
		<u>          </u>	<u>          </u>
4	Interest payable	2004 £	2003 £
	On bank loans and overdrafts	10,358	6,651
	Hire purchase interest	28,210	12,460
	On overdue tax	1,176	-
		<u>          </u>	<u>          </u>
		39,744	19,111
		<u>          </u>	<u>          </u>

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

5	Taxation	2004 £	2003 £
	<b>Domestic current year tax</b>		
	Adjustment for prior years	-	(19,207)
	Receipt in respect of group relief	(29,660)	(105,372)
		<u>(29,660)</u>	<u>(124,579)</u>
	<b>Current tax charge</b>	(29,660)	(124,579)
	<b>Deferred tax</b>		
	Deferred tax charge/credit current year	(43,708)	49,796
		<u>(73,368)</u>	<u>(74,783)</u>
	<b>Factors affecting the tax charge for the year</b>		
	Loss on ordinary activities before taxation	(162,357)	(485,062)
		<u>(162,357)</u>	<u>(485,062)</u>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2003: 30.00%)	(48,707)	(145,519)
		<u>(48,707)</u>	<u>(145,519)</u>
	Effects of:		
	Non deductible expenses	1,383	29,395
	Depreciation add back	16,705	41,700
	Capital allowances	(52,972)	(30,949)
	Adjustments to previous periods	-	(19,207)
	Other tax adjustments	53,931	1
		<u>19,047</u>	<u>20,940</u>
	<b>Current tax charge</b>	(29,660)	(124,579)
		<u>(29,660)</u>	<u>(124,579)</u>

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

### 6 Tangible fixed assets

	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
<b>Cost</b>					
At 1 January 2004	221,016	235,000	252,841	107,870	816,727
Additions	-	-	-	26,960	26,960
Disposals	-	(235,000)	-	(121,580)	(356,580)
At 31 December 2004	221,016	-	252,841	13,250	487,107
<b>Depreciation</b>					
At 1 January 2004	4,849	86,167	95,191	64,602	250,809
On disposals	-	(86,167)	-	(57,977)	(144,144)
Charge for the year	2,464	-	50,568	2,650	55,682
At 31 December 2004	7,313	-	145,759	9,275	162,347
<b>Net book value</b>					
At 31 December 2004	213,703	-	107,082	3,975	324,760
At 31 December 2003	216,167	148,833	157,650	43,268	565,918

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

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
<b>Net book values</b>			
At 31 December 2004	16,631	3,975	20,606
At 31 December 2003	165,259	-	165,259
<b>Depreciation charge for the year</b>			
At 31 December 2004	6,704	2,650	9,354
At 31 December 2003	53,704	39,049	92,753

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

### 7 Fixed asset investments

	Shares in subsidiary undertakings £
<b>Cost</b>	
At 1 January 2004	405
Additions	150,099
At 31 December 2004	<u>150,504</u>

### 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	Class	Shares held	%
<b>Subsidiary undertakings</b>				
Spearmint Rhino Companies (Europe) Limited	England and Wales	Ordinary		75
Spearmint Rhino Companies (Birmingham) Limited	England and Wales	Ordinary		100
Sassy Productions Limited	England and Wales	Ordinary		100
Italian Restaurants	England and Wales	Ordinary		100
Leisure Net.Works Limited	England and Wales	Ordinary		70
Spearmint Rhino (HW) Limited	England and Wales	Ordinary		100
Sonfield Developments Limited	England and Wales	Ordinary		80
Land & Sea Limited	England and Wales	Ordinary		100
Livorno Leisure Limited	England and Wales	Ordinary		100
Spearmint Rhino Vienna Ventures Limited	England and Wales	Ordinary		100
Spearmint Rhino SRO	Czech Republic	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 2004 £	Profit for the year 2004 £
Spearmint Rhino Companies (Europe) Limited	1,367,061	(24,832)
Spearmint Rhino Companies (Birmingham) Limited	1,496,337	379,750
Sassy Productions Limited	(262,788)	67,975
Italian Restaurants	(46,012)	-
Leisure Net.Works Limited	(807,557)	(247,603)
Spearmint Rhino (HW) Limited	(208,781)	(54,286)
Sonfield Developments Limited	(649,734)	(301,347)
Land & Sea Limited	(675,212)	(328,113)
Livorno Leisure Limited	24,867	-

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

7	Fixed asset investments	(continued)	
	Spearmint Rhino Vienna Ventures Limited	(76,407)	(76,407)
	Spearmint Rhino SRO	(483,922)	(474,244)

8	Debtors	2004	2003
		£	£
	Trade debtors	4,343	-
	Amounts owed by subsidiary undertakings	3,230,749	3,951,871
	Corporation tax	-	202
	Called up share capital not paid	900	-
	Other debtors	101,456	100,400
	Prepayments and accrued income	32,078	97,832
	Deferred tax asset (see note 11)	2,701	-
		<u>3,372,227</u>	<u>4,150,305</u>

Amounts falling due after more than one year and included in the debtors above are:

	2004	2003
	£	£
Other debtors	-	100,000

9	Creditors: amounts falling due within one year	2004	2003
		£	£
	Bank loans and overdrafts	59,040	88,098
	Net obligations under hire purchase contracts	8,108	42,367
	Trade creditors	35,037	69,095
	Amounts owed to subsidiary undertakings	2,468,539	2,754,656
	Taxes and social security costs	100,749	339,511
	Directors' current accounts	1,901,876	2,007,479
	Other creditors	209,490	180,774
	Accruals and deferred income	33,746	84,278
		<u>4,816,585</u>	<u>5,566,258</u>
	Debt due in one year or less	<u>10,778</u>	<u>10,699</u>

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

10 Creditors: amounts falling due after more than one year	2004 £	2003 £
Bank loans	150,860	172,416
Net obligations under hire purchase contracts	-	77,813
	<u>150,860</u>	<u>250,229</u>
<b>Analysis of loans</b>		
Wholly repayable within five years	161,638	183,115
	<u>161,638</u>	<u>183,115</u>
Included in current liabilities	(10,778)	(10,699)
	<u>150,860</u>	<u>172,416</u>
<b>Loan maturity analysis</b>		
In more than one year but not more than two years	10,778	11,234
In more than two years but not more than five years	32,333	33,702
In more than five years	107,749	127,480
	<u>150,860</u>	<u>172,416</u>
The bank loan is secured on the assets of the company.		
<b>Net obligations under hire purchase contracts</b>		
Repayable within one year	9,127	52,580
Repayable between one and five years	-	98,727
	<u>9,127</u>	<u>151,307</u>
Finance charges and interest allocated to future accounting periods	(1,019)	(31,127)
	<u>8,108</u>	<u>120,180</u>
Included in liabilities falling due within one year	(8,108)	(42,367)
	<u>-</u>	<u>77,813</u>



# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

### 11 Provisions for liabilities and charges

The deferred tax asset (included in the debtors, note 8) is made up as follows:

	2004 £	
Balance at 1 January 2004	41,007	
Profit and loss account	(43,708)	
	<u>(2,701)</u>	
Balance at 31 December 2004	<u>(2,701)</u>	
	2004 £	2003 £
Decelerated capital allowances	(2,701)	49,796
Tax losses available	-	(8,789)
	<u>(2,701)</u>	<u>41,007</u>

### 12 Pension costs

#### Defined contribution

	2004 £	2003 £
Contributions payable by the company for the year	<u>4,998</u>	<u>-</u>

### 13 Share capital

#### Authorised

	2004 £	2003 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

#### Allotted, called up and fully paid

	2004 £	2003 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>100</u>

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

### 14 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2004 as previously reported	(1,295,267)
Prior year adjustment	263,302
Balance at 1 January 2004 as restated	(1,031,965)
Retained loss for the year	(88,989)
Balance at 31 December 2004	<u>(1,120,954)</u>

The prior year adjustment reflects a change in accounting policy for group relief. The company is now compensated for losses relieved against group companies. The compensation received in 2003 was £105,372 and in 2002 was £157,930.

### 15 Reconciliation of movements in shareholders' funds

	2004 £	2003 £
Loss for the financial year	(88,989)	(410,279)
Proceeds from issue of shares	900	-
Net depletion in shareholders' funds	(88,089)	(410,279)
Opening shareholders' funds	(1,031,865)	(621,586)
Closing shareholders' funds	<u>(1,119,954)</u>	<u>(1,031,865)</u>

### 16 Financial commitments

At 31 December 2004 the company had annual commitments under non-cancellable operating leases as follows:

Expiry date:

# SPEARMINT RHINO VENTURES (UK) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

17 Directors' emoluments	2004 £	2003 £
Emoluments for qualifying services	295,693	147,692

Emoluments disclosed above include the following amounts paid to the highest paid director:

Emoluments for qualifying services	210,769	-
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### 18 Transactions with directors

Included in creditors at the balance sheet date is an interest free directors loan from John Gray, amounting to £1,901,876 (2003: £2,007,479). The maximum loan amount in the year was £2,007,749 (2003: £2,007,479).

### 19 Employees

#### Number of employees

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

	2004 Number	2003 Number
Administration	10	12

#### Employment costs

	£	£
Wages and salaries	528,225	763,299
Social security costs	66,134	88,970
Other pension costs	4,998	-
	599,357	852,269