

---

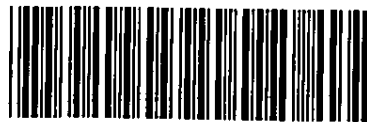
**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 31 DECEMBER 2007**

FRIDAY



\*AJLBI4FQ\*

A17

31/10/2008

360

COMPANIES HOUSE

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**COMPANY INFORMATION**

---

**DIRECTORS**

J Gray  
S Warr

**COMPANY SECRETARY**

Spearmint Rhino Secretarial Services Limited

**COMPANY NUMBER**

3914051

**REGISTERED OFFICE**

161 Tottenham Court Road  
London  
W1T 7NN

**AUDITORS**

Hillier Hopkins LLP  
Chartered Accountants & Registered Auditor  
64 Clarendon Road  
Watford  
Herts  
WD17 1DA

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**CONTENTS**

---

	Page
<b>Directors' report</b>	<b>1 - 2</b>
<b>Independent auditors' report</b>	<b>3 - 4</b>
<b>Profit and loss account</b>	<b>5</b>
<b>Balance sheet</b>	<b>6</b>
<b>Cash flow statement</b>	<b>7</b>
<b>Notes to the abbreviated accounts</b>	<b>8 - 18</b>

---

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

---

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2007**

---

The directors present their report and the financial statements for the year ended 31 December 2007

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Annual report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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 that disclose with reasonable accuracy at any time the financial position of the Company and 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.

#### **PRINCIPAL ACTIVITIES**

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

#### **BUSINESS REVIEW**

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 loss for the year, after taxation, amounted to £23,209 (2006 - loss £24,042).

The directors do not recommend payment of an ordinary dividend.

#### **DIRECTORS**

The directors who served during the year were

J Gray  
S Warr

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

---

**PROVISION OF INFORMATION TO AUDITORS**

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the Company's auditors in connection with preparing their report and to establish that the Company's auditors are aware of that information

**AUDITORS**

The auditors, Hillier Hopkins LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

This report was approved by the board on 28.10.08 and signed on its behalf



**J Gray**  
Director

---

## **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 of Spearmint Rhino Ventures (UK) Limited for the year ended 31 December 2007 set out on pages 5 to 18, together with the financial statements of the company for the year ended 31 December 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company in accordance with section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special Auditors' 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, for our 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 246A 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 abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

#### **BASIS OF OPINION**

We conducted our work in accordance with Bulletin 2006/3 'The special Auditors' report on abbreviated accounts in the United Kingdom' issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider 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.

#### **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 5 to 18 have been properly prepared in accordance with that provision.

#### **OTHER INFORMATION**

"On 29 October 2008 we reported as auditors to the company on the financial statements prepared under section 226 of the Companies Act 1985 and included the following statement:

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

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

---

**Emphasis of matter**

We have considered the adequacy of the disclosures made in note 17 to the financial statements concerning the collection of the amounts due from subsidiary undertakings totalling £4,213,781, the collection of £1,451,066 from connected company Spearmint Rhino JSUK Limited, and the payment of £2,863,868 owed to Spearmint Rhino Companies (Europe) Limited, £1,960,931 owed to Spearmint Rhino Companies (Birmingham) Limited, £2,626,212 owed to RKW 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

  
**HILLIER HOPKINS LLP**

Chartered Accountants  
Registered Auditor

64 Clarendon Road  
Watford  
Herts  
WD17 1DA

29 October 2008

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**ABBREVIATED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

---

	Note	2007 £	2006 £
<b>GROSS PROFIT</b>		<b>1,015,990</b>	<b>1,043,080</b>
Administrative expenses		<u>(1,007,189)</u>	<u>(1,056,871)</u>
<b>OPERATING PROFIT/(LOSS)</b>	2	<b>8,801</b>	<b>(13,791)</b>
Interest receivable		<b>504</b>	<b>2,102</b>
Interest payable	5	<u>(33,724)</u>	<u>(17,016)</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(24,419)</b>	<b>(28,705)</b>
Tax on loss on ordinary activities	6	<u><b>1,210</b></u>	<u><b>4,663</b></u>
<b>LOSS FOR THE FINANCIAL YEAR</b>	14	<u><b>(23,209)</b></u>	<u><b>(24,042)</b></u>

All amounts relate to continuing operations

There were no recognised gains and losses for 2007 or 2006 other than those included in the Profit and loss account

The notes on pages 8 to 18 form part of these financial statements



**SPEARMINT RHINO VENTURES (UK) LIMITED**

**ABBREVIATED BALANCE SHEET  
AS AT 31 DECEMBER 2007**

	Note	£	2007 £	£	2006 £
<b>FIXED ASSETS</b>					
Tangible fixed assets	7		<b>331,467</b>		<b>380,260</b>
Fixed asset investments	8		<b>2,375,284</b>		<b>2,375,284</b>
			<b>2,706,751</b>		<b>2,755,544</b>
<b>CURRENT ASSETS</b>					
Debtors	9	<b>5,688,146</b>		<b>5,057,664</b>	
Cash at bank		<b>217,642</b>		<b>100,699</b>	
		<b>5,905,788</b>		<b>5,158,363</b>	
<b>CREDITORS</b> , amounts falling due within one year	10	<b>(10,042,238)</b>		<b>(9,206,968)</b>	
<b>NET CURRENT LIABILITIES</b>			<b>(4,136,450)</b>		<b>(4,048,605)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>(1,429,699)</b>		<b>(1,293,061)</b>
<b>CREDITORS</b> : amounts falling due after more than one year	11		<b>(198,357)</b>		<b>(311,786)</b>
<b>NET LIABILITIES</b>			<b>(1,628,056)</b>		<b>(1,604,847)</b>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	13		<b>1,000</b>		<b>1,000</b>
Profit and loss account	14		<b>(1,629,056)</b>		<b>(1,605,847)</b>
<b>SHAREHOLDERS' DEFICIT</b>	15		<b>(1,628,056)</b>		<b>(1,604,847)</b>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to medium-sized companies, were approved and authorised for issue by the board and were signed on its behalf by

28 10 08

  
J. Gray  
Director

Date

The notes on pages 8 to 18 form part of these financial statements

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**ABBREVIATED CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

	<b>Note</b>	<b>2007 £</b>	<b>2006 £</b>
Net cash flow from operating activities	16	<b>64,765</b>	(75,132)
Returns on investments and servicing of finance	17	<b>(33,220)</b>	(14,914)
Capital expenditure and financial investment	17	-	2,386
<b>CASH INFLOW/(OUTFLOW) BEFORE FINANCING</b>		<b>31,545</b>	(87,660)
Financing	17	<b>(113,516)</b>	262,943
<b>(DECREASE)/INCREASE IN CASH IN THE YEAR</b>		<b>(81,971)</b>	175,283

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

	<b>2007 £</b>	<b>2006 £</b>
(Decrease)/Increase in cash in the year	<b>(81,971)</b>	175,283
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing	<b>113,516</b>	(262,943)
<b>CHANGE IN NET DEBT RESULTING FROM CASH FLOWS</b>	<b>31,545</b>	(87,660)
Other non-cash changes	<b>(3)</b>	-
<b>MOVEMENT IN NET DEBT IN THE YEAR</b>	<b>31,542</b>	(87,660)
Net debt at 1 January 2007	<b>(321,918)</b>	(234,258)
<b>NET DEBT AT 31 DECEMBER 2007</b>	<b>(290,376)</b>	(321,918)

The notes on pages 8 to 18 form part of these financial statements

---

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

---

### **NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2007**

---

#### **1 ACCOUNTING POLICIES**

##### **1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with applicable accounting standards

The company is exempt from the requirement to prepare group accounts by virtue of section 248 of the Companies Act 1985. These financial statements therefore present information about the company as an individual undertaking and not about its group.

##### **1.2 TURNOVER**

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

##### **1.3 INVESTMENTS**

Investments in subsidiaries are valued at cost less provision for impairment.

##### **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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

L/Term Leasehold Property	-	over the period of the lease
Plant & machinery	-	20% straight line
Motor vehicles	-	20% straight line
Fixtures & fittings	-	20% straight line

##### **1.5 LEASING AND HIRE PURCHASE**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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.

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

---

**1. ACCOUNTING POLICIES (continued)**

**1 6 DEFERRED TAXATION**

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

---

**2 OPERATING PROFIT/(LOSS)**

The operating profit/(loss) is stated after charging

	2007 £	2006 £
Depreciation of tangible fixed assets		
- owned by the company	48,793	50,813
- held under finance leases	-	4,146
Auditors' remuneration	10,590	18,496
	<u>          </u>	<u>          </u>

**3 STAFF COSTS**

Staff costs, including directors' remuneration, were as follows

	2007 £	2006 £
Wages and salaries	682,411	700,253
Social security costs	47,511	18,853
	<u>729,922</u>	<u>719,106</u>

The average monthly number of employees, including the directors, during the year was as follows

	2007 No	2006 No
Administration	6	7
	<u>          </u>	<u>          </u>

**4. DIRECTORS' REMUNERATION**

	2007 £	2006 £
Emoluments	404,000	403,385
	<u>          </u>	<u>          </u>

The highest paid director received remuneration of £315,539 (2006 - £315,539)

**5. INTEREST PAYABLE**

	2007 £	2006 £
On bank loans and overdrafts	33,724	17,016
	<u>          </u>	<u>          </u>

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

**6 TAXATION**

	2007 £	2006 £
<b>ANALYSIS OF TAX CREDIT IN THE YEAR</b>		
<b>CURRENT TAX</b> (see note below)		
UK corporation tax (credit)/charge on loss for the year	(302)	-
Group taxation relief	-	(5,364)
<b>TOTAL CURRENT TAX</b>	<u>(302)</u>	<u>(5,364)</u>
<b>DEFERRED TAX</b> (see note 12)		
Origination and reversal of timing differences	(908)	701
<b>TAX ON LOSS ON ORDINARY ACTIVITIES</b>	<u>(1,210)</u>	<u>(4,663)</u>

**FACTORS AFFECTING TAX CHARGE FOR THE YEAR**

The tax assessed for the year is lower than (2006 - lower than) the standard rate of corporation tax in the UK (30%). The differences are explained below

	2007 £	2006 £
Loss on ordinary activities before tax	(24,419)	(28,705)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (2006 - 30%)	(7,326)	(8,612)
<b>EFFECTS OF:</b>		
Expenses not deductible for tax purposes	2,144	6,639
Capital allowances for year	(14,961)	(19,878)
Losses carried forward	5,505	-
Other adjustments	(302)	-
Depreciation add back	14,638	16,487
<b>CURRENT TAX CREDIT FOR THE YEAR</b> (see note above)	<u>(302)</u>	<u>(5,364)</u>

**FACTORS THAT MAY AFFECT FUTURE TAX CHARGES**

The company has estimated carried forward tax losses amounting to £18,348 (2006 £nil)

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

**7 TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery £	Motor vehicles £	Furniture, fittings and equipment £	Total £
<b>COST</b>					
At 1 January 2007 and 31 December 2007	<u>221,016</u>	<u>206,164</u>	<u>13,250</u>	<u>52,314</u>	<u>492,744</u>
<b>DEPRECIATION</b>					
At 1 January 2007	12,243	45,000	13,250	41,991	112,484
Charge for the year	79	41,232	-	7,482	48,793
At 31 December 2007	<u>12,322</u>	<u>86,232</u>	<u>13,250</u>	<u>49,473</u>	<u>161,277</u>
<b>NET BOOK VALUE</b>					
At 31 December 2007	<u>208,694</u>	<u>119,932</u>	<u>-</u>	<u>2,841</u>	<u>331,467</u>
At 31 December 2006	<u>208,773</u>	<u>161,164</u>	<u>-</u>	<u>10,323</u>	<u>380,260</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows

	2007 £	2006 £
Plant and machinery	<u>119,932</u>	<u>161,164</u>

**8. FIXED ASSET INVESTMENTS**

	Shares in group under- takings £
<b>COST OR VALUATION</b>	
At 1 January 2007 and 31 December 2007	<u>2,375,284</u>

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

**8 FIXED ASSET INVESTMENTS (continued)**

**SUBSIDIARY UNDERTAKINGS**

The following were subsidiary undertakings of the company

<b>Name</b>	<b>Holding</b>
Spearmint Rhino Companies (Europe) Limited	100%
Spearmint Rhino Companies (Birmingham) Limited	100%
Sassy Productions Limited	100%
Italian Restaurants	100%
Leisure Net Works Limited	100%
Spearmint Rhino (HW) Limited	100%
Sonfield Developments Limited	80%
Land & Sea Limited	100%
Livorno Leisure Limited	100%
R K W Limited	100%

The aggregate of the share capital and reserves as at 31 December 2007 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows

<b>Name</b>	<b>Aggregate of share capital and reserves £</b>	<b>Profit/(loss) £</b>
Spearmint Rhino Companies (Europe) Limited	2,441,008	391,961
Spearmint Rhino Companies (Birmingham) Limited	2,071,696	311,447
Sassy Productions Limited	(222,998)	49,321
Italian Restaurants (Europe) Limited	(46,012)	-
Leisure Net Works Limited	(838,927)	-
Spearmint Rhino (HW) Limited	-	-
Sonfield Developments Limited	(1,362,977)	(230,921)
Land & Sea Limited	(2,328,139)	(528,525)
Livorno Leisure Limited	24,867	-
R K W Limited	3,264,213	(327,454)
	<u>3,264,213</u>	<u>(327,454)</u>

**9 DEBTORS**

	<b>2007 £</b>	<b>2006 £</b>
Trade debtors	7,050	-
Amounts owed by group undertakings	4,213,781	3,783,266
Other debtors	1,459,890	1,270,741
Prepayments and accrued income	3,305	445
Deferred tax asset (see note 12)	4,120	3,212
	<u>5,688,146</u>	<u>5,057,664</u>



---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

---

**10 CREDITORS  
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2007 £	2006 £
Bank loans and overdrafts	209,692	10,778
Net obligations under finance leases and hire purchase contracts	99,970	100,058
Trade creditors	56,304	76,765
Amounts owed to group undertakings	7,476,259	7,210,804
Social security and other taxes	529,550	85,723
Directors' current accounts	1,663,937	1,699,888
Other creditors	-	16,816
Accruals and deferred income	6,526	6,136
	<u>10,042,238</u>	<u>9,206,968</u>

The bank loan is secured over the freehold land and buildings

Net obligations under finance lease are secured over the assets concerned

**11 CREDITORS  
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2007 £	2006 £
Bank loans	123,351	134,283
Net obligations under finance leases and hire purchase contracts	75,006	177,503
	<u>198,357</u>	<u>311,786</u>

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	2007 £	2006 £
Between one and five years	<u>75,006</u>	<u>177,503</u>

The bank loan is secured over the freehold land and buildings

Net obligations under finance lease are secured over the assets concerned

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

**12 DEFERRED TAX ASSET**

	2007 £	2006 £
At 1 January 2007	3,212	3,913
Released during/(charged for) the year	908	(701)
At 31 December 2007	<u>4,120</u>	<u>3,212</u>

The deferred tax asset is made up as follows

	2007 £	2006 £
Accelerated capital allowances	<u>4,120</u>	<u>3,212</u>

**13 SHARE CAPITAL**

	2007 £	2006 £
<b>AUTHORISED, ALLOTTED, CALLED UP AND FULLY PAID</b>		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

**14 RESERVES**

	<b>Profit and loss account £</b>
At 1 January 2007	(1,605,847)
Loss for the year	(23,209)
At 31 December 2007	<u>(1,629,056)</u>

**15 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' DEFICIT**

	2007 £	2006 £
Opening shareholders' deficit	(1,604,847)	(1,580,805)
Loss for the year	(23,209)	(24,042)
Closing shareholders' deficit	<u>(1,628,056)</u>	<u>(1,604,847)</u>

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

**16 NET CASH FLOW FROM OPERATING ACTIVITIES**

	2007 £	2006 £
Operating profit/(loss)	8,801	(13,791)
Depreciation of tangible fixed assets	48,793	54,959
Increase in debtors	(198,755)	(1,097,676)
Increase in amounts owed by group undertakings	(475,135)	(557,889)
Increase/(decrease) in creditors	370,986	(99,387)
Increase in amounts owed to group undertakings	310,075	1,638,652
<b>NET CASH INFLOW/(OUTFLOW) FROM OPERATIONS</b>	<b>64,765</b>	<b>(75,132)</b>

**17 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT**

	2007 £	2006 £
<b>RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>		
Interest received	504	2,102
Interest paid	(33,724)	(17,016)
<b>NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>	<b>(33,220)</b>	<b>(14,914)</b>

	2007 £	2006 £
<b>CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT</b>		
Purchase of tangible fixed assets	-	(2,811)
Sale of tangible fixed assets	-	5,197
<b>NET CASH INFLOW FROM CAPITAL EXPENDITURE</b>	<b>-</b>	<b>2,386</b>

	2007 £	2006 £
<b>FINANCING</b>		
Repayment of loans	(10,931)	(10,529)
(Repayment of)/new finance leases	(102,585)	273,472
<b>NET CASH (OUTFLOW)/INFLOW FROM FINANCING</b>	<b>(113,516)</b>	<b>262,943</b>

**SPEARMINT RHINO VENTURES (UK) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

**18. ANALYSIS OF CHANGES IN NET DEBT**

	1 January 2007 £	Cash flow £	Other non-cash changes £	31 December 2007 £
Cash at bank and in hand	100,699	116,943	-	217,642
Bank overdraft	-	(198,914)	-	(198,914)
	<u>100,699</u>	<u>(81,971)</u>	<u>-</u>	<u>18,728</u>
<b>DEBT:</b>				
Debts due within one year	(110,832)	113,516	(113,431)	(110,747)
Debts falling due after more than one year	(311,785)	-	113,428	(198,357)
	<u>(321,918)</u>	<u>31,545</u>	<u>(3)</u>	<u>(290,376)</u>
<b>NET DEBT</b>				

**19. TRANSACTIONS WITH DIRECTORS**

Included in creditors at the balance sheet date is an interest-free director's loan from John Gray, amounting to £1,663,937 (2006 £1,699,888) The maximum loan amount outstanding in the year was £1,699,888 (2006 £1,716,902)

**24. RELATED PARTY TRANSACTIONS**

During the year the company charged its subsidiary companies the following management fees

	2007 £	2006 £
Land and Sea Limited	21,750	43,395
Sassy Productions Limited	110,210	128,578
Sonfield Developments Limited	74,592	84,100
Spearmint Rhino Companies (Birmingham) Limited	152,316	170,760
Spearmint Rhino Companies (Europe) Limited	487,710	529,625
R K W Limited (credit for prior year)	103,206	-
Leisure Net Works Limited	-	20,000

At the balance sheet date the company owed the following amounts to its subsidiary undertakings

	£	£
Spearmint Rhino Companies (Birmingham) Limited	1,960,931	1,738,082
Spearmint Rhino Companies (Europe) Limited	2,863,868	2,742,272
R K W Limited	2,626,212	2,750,201
Livorno Leisure Limited	25,249	25,249

At the balance sheet date the company was owed the following amounts by its subsidiary companies

	£	£
Land and Sea Limited	2,368,247	1,738,082
Leisure Net Works Limited	478,975	478,974
Sassy Productions Limited	168,994	317,870
Sonfield Developments Limited	1,197,565	1,130,725

---

**SPEARMINT RHINO VENTURES (UK) LIMITED**

---

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2007**

---

At the balance sheet date the company was owed £1,451,066  
(2006 £1,258,822) by Spearmint Rhino JSUK Limited, a  
company in which both J Gray and A Warr are directors