

ALPHASYMBOL LIMITED
FINANCIAL STATEMENTS
31 DECEMBER 1994

1866638

Baker Tilly
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW



DIRECTORS AND OFFICERS

DIRECTORS

Mr C H Thacker
Mrs R Festing

SECRETARY

Mrs R Festing

REGISTERED OFFICE

The Clock House
140 London Road
Guildford
Surrey GU1 1UW

AUDITORS

Baker Tilly
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

DIRECTORS' REPORT

The directors submit their report and the financial statements of Alphasymbol Limited for the year ended 31 December 1994.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of a restaurateur.

REVIEW OF THE BUSINESS

Although improved margins have been achieved, 1994 has again been a difficult year. The Directors believe that the results for 1995 will show further improvement.

RESULTS AND DIVIDENDS

The trading results for the year are set out on page 6 to the accounts.

The trading loss for the year after taxation was £157,509.

DIRECTORS

The following directors have held office since 1 January 1994:-

Mr C H Thacker Chairman
Mrs R Festing

Mr C H Thacker retires by rotation and, being eligible, offers himself for re-election.

DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including family interests, were as follows:-

	Ordinary shares of £1 each	
	31 December 1994	31 December 1993
Mr C H Thacker	50,000 'A'	50,000 'A'
Mrs R Festing	50,000 'B'	50,000 'B'

DIRECTORS' REPORT

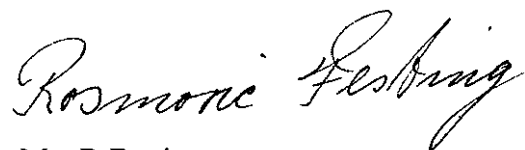
FIXED ASSETS

The significant changes in fixed assets during the year are explained in note 9 to the financial statements.

AUDITORS

A resolution to reappoint Baker Tilly, Chartered Accountants, as auditors will be put to the members at the annual general meeting.

By order of the board



Mrs R Festing

Secretary

19 October 1995

**DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF
FINANCIAL STATEMENTS**

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:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 requirements of 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.

AUDITORS' REPORT TO THE MEMBERS OF ALPHASYMBOL LIMITED

We have audited the financial statements on pages 6 to 14.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 4 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

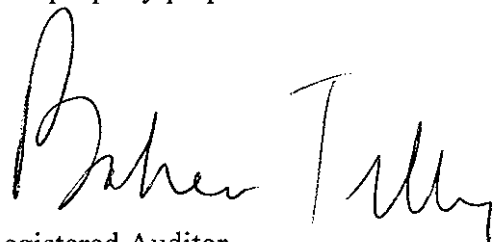
BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion, the financial statements give a true and fair view of the state of the company's affairs at 31 December 1994 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Registered Auditor
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey GU1 1UW

19 October 1995

PROFIT AND LOSS ACCOUNT
for the year ended 31 December 1994

	Notes	1994	1993
TURNOVER	1	317,699	341,933
Cost of sales		226,193	287,832
Gross profit		<u>91,506</u>	<u>54,101</u>
Other operating expenses (net)	2	348,405	298,633
OPERATING LOSS		<u>(256,899)</u>	<u>(244,532)</u>
Investment income	3	99,395	61,533
		<u>(157,504)</u>	<u>(182,999)</u>
Interest payable	4	5	318,822
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	5	<u>(157,509)</u>	<u>(501,821)</u>
Taxation	7	-	(151,270)
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION		<u>(157,509)</u>	<u>(350,551)</u>
Dividends	8	-	227,650
RETAINED PROFIT FOR THE YEAR	15	£ <u>(157,509)</u>	£ <u>(578,201)</u>

The operating loss for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

BALANCE SHEET
31 December 1994

	Notes	1994	1993
FIXED ASSETS			
Tangible assets	9	4,747,222	4,903,639
CURRENT ASSETS			
Stocks	10	16,350	35,550
Debtors	11	108,385	240,474
Cash at bank and in hand		20,673	200
		<u>145,408</u>	<u>276,224</u>
CREDITORS			
Amounts falling due within one year	12	718,980	848,704
NET CURRENT LIABILITIES			
		<u>(573,572)</u>	<u>(572,480)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		4,173,650	4,331,159
PROVISIONS FOR LIABILITIES AND CHARGES			
	13	358,713	358,713
		<u>£ 3,814,937</u>	<u>£ 3,972,446</u>
CAPITAL AND RESERVES			
Called up share capital	14	100,000	100,000
Profit and loss account	15	3,714,937	3,872,446
		<u>£ 3,814,937</u>	<u>£ 3,972,446</u>

Approved by the board on 19 October 1995

C H Thacker..........Director

Financial statements for the year ended 31 December 1994**ACCOUNTING POLICIES**

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost.

Depreciation is provided on all tangible fixed assets other than freehold land at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Freehold property and improvements	over 50 years
Motor vehicles	over 4 years
Plant and machinery	over 5 years
Fixtures, fittings, furniture and equipment	over 5 years

STOCKS

Stocks are valued by the directors at the lower of cost and net realisable value.

DEFERRED TAXATION

Provision is made for taxation deferred or accelerated by the effect of timing differences, to the extent that it is probable that a liability will crystallise, at the rate expected to be ruling at that date.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

PENSIONS

The company operates a defined contribution scheme and as such, the contributions are charged to the profit and loss account when expensed.

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1994**

**1. TURNOVER AND LOSS ON ORDINARY
ACTIVITIES BEFORE TAXATION**

The company's turnover and loss before taxation were all derived from its principal activity and all arises within the United Kingdom.

	1994	1993
2. OTHER OPERATING EXPENSES (NET)		
Restaurant and wine bar overheads	313,290	262,927
Central overheads	35,115	35,706
	<u>£ 348,405</u>	<u>£ 298,633</u>
	=====	=====
3. INVESTMENT INCOME		
Rental income	98,922	57,666
Interest receivable	473	3,867
	<u>£ 99,395</u>	<u>£ 61,533</u>
	=====	=====
4. INTEREST PAYABLE		
On bank loans and overdrafts	5	1,711
On overdue taxation	-	317,111
	<u>£ 5</u>	<u>£ 318,822</u>
	=====	=====
5. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		
Profit on ordinary activities before taxation is stated after charging/(crediting):		
Depreciation and amounts written off tangible fixed assets:		
Charge for the year:		
owned assets	175,130	198,581
(Profit) on disposals	-	(14,000)
Auditors' remuneration	6,800	8,000
	<u>=====</u>	<u>=====</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1994

	1994	1993
6. EMPLOYEES		
The average weekly number of persons (including directors) employed by the company during the year was:	No.	No.
Administration and maintenance	1	1
Wine bar and restaurant	6	11
	<u>7</u>	<u>12</u>
	<u><u>7</u></u>	<u><u>12</u></u>
Staff costs for the above persons:		
Wages and salaries	84,938	135,275
Social security costs	4,607	9,620
Other pension costs	8,470	8,470
	<u>£ 98,015</u>	<u>£ 153,365</u>
	<u><u>£ 98,015</u></u>	<u><u>£ 153,365</u></u>
 DIRECTORS' REMUNERATION		
Other emoluments (including pension contributions and benefits in kind)	<u>£ 8,470</u>	<u>£ 8,470</u>
	<u><u>£ 8,470</u></u>	<u><u>£ 8,470</u></u>
The directors' fees and other emoluments disclosed above (excluding pension contributions) includes amounts paid to:		
The chairman and highest paid director	<u>£ -</u>	<u>£ -</u>
	<u><u>£ -</u></u>	<u><u>£ -</u></u>
 7. TAXATION		
Based on the profit of the year:		
UK Corporation tax at 25% (1993 - 25%)	-	-
Deferred taxation	-	(45,817)
	<u>-</u>	<u>(45,817)</u>
(Over) provided in earlier years	-	(105,453)
	<u>-</u>	<u>(105,453)</u>
	<u><u>£ -</u></u>	<u><u>£ (151,270)</u></u>
	<u><u>£ -</u></u>	<u><u>£ (151,270)</u></u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1994

		1994		1993			
8.	DIVIDENDS						
	Interim paid - 41.25p per share	-		41,250			
	Interim paid - 186.4p per share	-		186,400			
		£	-	£	227,650		
			=====		=====		
9.	TANGIBLE FIXED ASSETS						
		Freehold property	Improve- ments to property	Motor vehicles	Plant and machinery	Fixtures, fittings, furniture and equipment	TOTAL
	Cost:						
	1 January 1994	3,217,762	1,709,644	65,090	258,790	435,426	5,686,712
	Additions	-	11,103	-	7,610	-	18,713
	31 December 1994	3,217,762	1,720,747	65,090	266,400	435,426	5,705,425
	Depreciation:						
	1 January 1994	64,766	124,938	65,090	184,570	343,709	783,073
	Charged in year	19,355	34,415	-	53,300	68,060	175,130
	31 December 1994	84,121	159,353	65,090	237,870	411,769	958,203
	Net book value:						
	31 December 1994	3,133,641	1,561,394	-	28,530	23,657	4,747,222
	31 December 1993	3,152,996	1,584,706	-	74,220	91,717	4,903,639
10.	STOCKS						
	Goods for resale			£	16,350	£	35,550
					=====		=====

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1994

	1994	1993
11. DEBTORS		
Due within one year:		
Trade debtors	3,347	9,826
Other debtors	94,569	230,648
Prepayments	10,469	-
	<u>£ 108,385</u>	<u>£ 240,474</u>

12. CREDITORS

Amounts falling due within one year:

Bank overdrafts	2,905	9,013
Trade creditors	35,629	345,715
Directors' loan account	561,487	91,220
Other taxation and social security costs	15,115	27,625
Accruals	103,844	375,131
	<u>£ 718,980</u>	<u>£ 848,704</u>

The bank overdrafts are secured by a debenture giving fixed charge on book debts and floating charge on all other assets of the company.

13. PROVISIONS FOR LIABILITIES AND CHARGES

Deferred taxation

Balance at 31 December 1993	358,713	404,530
Transfer from profit and loss	-	(45,817)
Balance at 31 December 1994	<u>£ 358,713</u>	<u>£ 358,713</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1994

13. PROVISION FOR LIABILITIES AND CHARGES (Continued)

Deferred taxation provided in the financial statements and the unprovided potential liability are as follows:-

	1994	1993
Excess of tax allowances over depreciation	39,921	37,858
Unrelieved tax losses	(39,921)	(37,858)
Rollover relief	358,713	358,713
	<u>£ 358,713</u>	<u>£ 358,713</u>
	=====	=====

14. SHARE CAPITAL

Authorised:

50,000 ordinary 'A' shares of £1 each	50,000	50,000
50,000 ordinary 'B' shares of £1 each	50,000	50,000
	<u>£ 100,000</u>	<u>£ 100,000</u>
	=====	=====

Allotted, issued and fully paid:

50,000 ordinary 'A' shares of £1 each	50,000	50,000
50,000 ordinary 'B' shares of £1 each	50,000	50,000
	<u>£ 100,000</u>	<u>£ 100,000</u>
	=====	=====

15. PROFIT AND LOSS ACCOUNT

1 January 1994	3,872,446	4,450,647
Profit/(loss) for the year	(157,509)	(578,201)
	<u>£ 3,714,937</u>	<u>£ 3,872,446</u>
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1994

	1994	1993
16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
Loss for the financial year	(157,509)	(350,551)
Dividends	-	227,650
Net addition to shareholders' funds	<u>(157,509)</u>	<u>(578,201)</u>
Opening shareholders' funds	3,972,446	4,550,647
Closing shareholders' funds	<u>£ 3,814,937</u>	<u>£ 3,972,446</u>

17. CASH FLOW STATEMENT

The directors have relied upon the exemptions conferred by Financial Reporting Standard No.1 (FRS1) from preparing a cash flow statement.

	1994	1993
18. CAPITAL COMMITMENTS		
Capital expenditure contracted for but not provided in the financial statements	£ -	£ -
Capital expenditure authorised by the directors but not contracted	£ -	£ -
Commitments under finance leases entered into but not yet provided in the financial statements	£ -	£ -

19. PENSION COMMITMENTS

The company operates a defined benefits pension scheme for directors whose assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company and amounted to £8,470 (1993:£8,470).