

LEG

ALPHASYMBOL LIMITED
FINANCIAL STATEMENTS
31 DECEMBER 1995



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 1995.

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, 1995 has again been a difficult year. The Directors believe that the results for 1996 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 £137,443.

DIRECTORS

The following directors have held office since 1 January 1995:-

Mr C H Thacker Chairman
Mrs R Festing

Mrs R Festing retires by rotation and, being eligible, offers herself 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 1995	31 December 1994
Mr C H Thacker	50,000 'A'	50,000 'A'
Mrs R Festing	50,000 'B'	50,000 'B'

DIRECTORS' REPORT

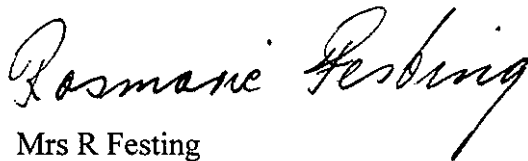
FIXED ASSETS

The significant changes in fixed assets during the year are explained in note 8 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

21 October 1996

**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 1995 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

21 October 1996

PROFIT AND LOSS ACCOUNT
for the year ended 31 December 1995

	Notes	1995	1994
TURNOVER	1	309,708	317,699
Cost of sales		226,852	226,193
Gross profit		<u>82,856</u>	<u>91,506</u>
Other operating expenses (net)	2	325,453	348,405
OPERATING LOSS		<u>(242,597)</u>	<u>(256,899)</u>
Investment income	3	105,094	99,395
		<u>(137,503)</u>	<u>(157,504)</u>
Interest payable	4	-	5
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	5	<u>(137,503)</u>	<u>(157,509)</u>
Taxation	7	(60)	-
RETAINED LOSS FOR THE YEAR	14	£ <u><u>(137,443)</u></u>	£ <u><u>(157,509)</u></u>

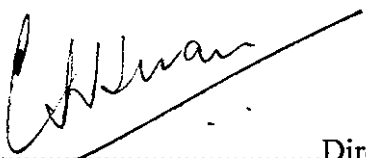
The operating loss for the year arises from the company's continuing operations.

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 1995

	Notes	1995	1994
FIXED ASSETS			
Tangible assets	8	4,713,345	4,747,222
CURRENT ASSETS			
Stocks	9	15,850	16,350
Debtors	10	54,823	108,385
Cash at bank and in hand		674	20,673
		<u>71,347</u>	<u>145,408</u>
CREDITORS			
Amounts falling due within one year	11	748,485	718,980
NET CURRENT LIABILITIES		<u>(677,138)</u>	<u>(573,572)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,036,207	4,173,650
PROVISIONS FOR LIABILITIES AND CHARGES			
	12	358,713	358,713
		<u>£ 3,677,494</u>	<u>£ 3,814,937</u>
CAPITAL AND RESERVES			
Called up share capital	13	100,000	100,000
Profit and loss account	14	3,577,494	3,714,937
SHAREHOLDERS' FUNDS		<u>£ 3,677,494</u>	<u>£ 3,814,937</u>

Approved by the board on *21 October 1996*


 C H Thacker.....Director

Financial statements for the year ended 31 December 1995

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 1995

**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.

	1995	1994
2. OTHER OPERATING EXPENSES (NET)		
Restaurant and wine bar overheads	291,165	313,290
Central overheads	34,288	35,115
	<u>£ 325,453</u>	<u>£ 348,405</u>
3. INVESTMENT INCOME		
Rental income	105,094	98,922
Interest receivable	-	473
	<u>£ 105,094</u>	<u>£ 99,395</u>
4. INTEREST PAYABLE		
On bank loans and overdrafts	-	5
On overdue taxation	-	-
	<u>£ -</u>	<u>£ 5</u>
5. LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		
Loss on ordinary activities before taxation is stated after charging/(crediting):		
Depreciation and amounts written off tangible fixed assets:		
Charge for the year:		
owned assets	96,086	175,130
Auditors' remuneration	7,000	6,800
	<u>96,086</u>	<u>175,130</u>
	<u>7,000</u>	<u>6,800</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1995

	1995	1994
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	6
	<u>7</u>	<u>7</u>
	<u><u>7</u></u>	<u><u>7</u></u>
Staff costs for the above persons:		
Wages and salaries	93,266	84,938
Social security costs	5,353	4,607
Other pension costs	8,470	8,470
	<u>£ 107,089</u>	<u>£ 98,015</u>
	<u><u>£ 107,089</u></u>	<u><u>£ 98,015</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% (1994 - 25%)	-	-
Deferred taxation	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Over provided in earlier years	(60)	-
	<u>(60)</u>	<u>-</u>
	<u><u>£ (60)</u></u>	<u><u>£ -</u></u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1995

8. TANGIBLE FIXED ASSETS

	Freehold property	Improve- ments to property	Motor vehicles	Plant and machinery	Fixtures, fittings, furniture and equipment	TOTAL
Cost:						
1 January 1995	3,217,762	1,720,747	65,090	266,400	435,426	5,705,425
Additions	-	59,089	-	-	3,120	62,209
31 December 1995	3,217,762	1,779,836	65,090	266,400	438,546	5,767,634
Depreciation:						
1 January 1995	84,121	159,353	65,090	237,870	411,769	958,203
Charged in year	19,355	35,597	-	20,844	20,290	96,086
31 December 1995	103,476	194,950	65,090	258,714	432,059	1,054,289
Net book value:						
31 December 1995	3,114,286	1,584,886	-	7,686	6,487	4,713,345
31 December 1994	3,133,641	1,561,394	-	28,530	23,657	4,747,222

	1995	1994
9. STOCKS		
Goods for resale	£ 15,850	£ 16,350

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1995

	1995	1994
10. DEBTORS		
Due within one year:		
Trade debtors	20,966	3,347
Other debtors	33,857	94,569
Prepayments	-	10,469
	<u>£ 54,823</u>	<u>£ 108,385</u>
11. CREDITORS		
Amounts falling due within one year:		
Bank overdrafts	6,937	2,905
Trade creditors	101,045	35,629
Directors' loan account	569,315	561,487
Other taxation and social security costs	7,032	15,115
Accruals	64,156	103,844
	<u>£ 748,485</u>	<u>£ 718,980</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.		
12. PROVISIONS FOR LIABILITIES AND CHARGES		
Deferred taxation		
Balance at 1 January 1995	358,713	358,713
Transfer from profit and loss	-	-
Balance at 31 December 1995	<u>£ 358,713</u>	<u>£ 358,713</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1995

12. PROVISION FOR LIABILITIES AND CHARGES (Continued)

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

	1995	1994
Excess of tax allowances over depreciation	39,921	39,921
Unrelieved tax losses	(39,921)	(39,921)
Rollover relief	358,713	358,713
	<u>£ 358,713</u>	<u>£ 358,713</u>

13. 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>

14. PROFIT AND LOSS ACCOUNT

1 January 1995	3,714,937	3,872,446
Loss for the year	(137,443)	(157,509)
31 December 1995	<u>£ 3,577,494</u>	<u>£ 3,714,937</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 1995

	1995	1994
15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
Loss for the financial year	(137,443)	(157,509)
Opening shareholders' funds	3,814,937	3,972,446
Closing shareholders' funds	<u>£ 3,677,494</u>	<u>£ 3,814,937</u>

16. CASH FLOW STATEMENT

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

	1995	1994
17. 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	£ -	£ -

18. 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 (1994:£8,470).