

INA IMP LIMITED

FINANCIAL STATEMENTS

For the year ended

31 March 1994

ADU EMMANUEL & CO
CHARTERED ACCOUNTANTS
ROYAL CHAMBERS
2 UPPER PICCADILLY
BRADFORD
BD1 3PQ



INA IMP LIMITED

FINANCIAL STATEMENTS

For the year ended 31 March 1994

C O N T E N T S

	<u>Page</u>
Directors, Officers and Advisers	1
Report of the Directors	2
Report of the Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Statement of Source and Application of Funds	6
Accounting Policies	7
Notes to the Financial Statements	8/12

FOR THE INFORMATION OF THE DIRECTORS ONLY

Detailed Trading Account	13
--------------------------	----

INA IMP LIMITEDDIRECTORS, OFFICERS AND ADVISERSDIRECTORS:

Mohammed Bashir Chairman
Mohammed Siddique

SECRETARY:

Mohammed Siddique

REGISTERED OFFICE:

4 Church Street
Bradford
BD8 7NL

AUDITORS:

Adu Emmanuel & Co.
Chartered Accountants
Royal Chambers
2 Upper Piccadilly
Bradford
BD1 3PQ

BANKERS:

National Westminster Bank

SOLICITORS:

Hammond Suddards
4 Oxford Place
Leeds
LS1 3AX

COMPANY NUMBER:

1319011

INA IMP LIMITEDREPORT OF THE DIRECTORS

The Directors present their Annual Report and the audited Financial Statements of the Company for the year ended 31 March 1994.

REVIEW OF THE BUSINESS

The principal activities of the Company consist of Wholesale Grocers.

The trading loss for the year amounted to £(19958) (1993 £22054)

The Directors do not recommend the payment of a dividend for the year.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their interests in the issued Share Capital of the Company were as follows:

	<u>Ordinary shares</u>	
	<u>31 March 1994</u>	<u>31 March 1993</u>
Mr M. Bashir	1	1
Mr M. Siddique	-	-

Mr M. Siddique retires from the Board at the Annual General Meeting and, being eligible, offers himself for re-election.

FIXED ASSETS

A summary of the fixed assets of the Company is set out in note 10 of the financial statements.

MARKET VALUE OF LAND AND BUILDINGS

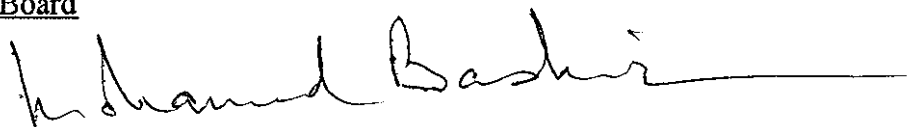
The Directors are of the opinion that the present market value is higher than that shown in the Financial Statements.

AUDITORS

A resolution to re-appoint Adu Emmanuel & Co., Chartered Accountants, as auditors of the Company will be put to the members at the Annual General Meeting.

By Order of the Board

p.p
M. Siddique
Secretary



MARCH 1995

AUDITORS REPORT TO
THE SHAREHOLDERS OF
INA IMP LIMITED

We have audited the Financial Statements on pages 1 to 13 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

As described on page 2 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.

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 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 of error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs at 31 March 1994 and of its profit (loss) for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

DATE : MARCH 1995


CHARTERED ACCOUNTANTS

BRADFORD

INA IMP LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 31 MARCH 1994

	<u>Notes</u>	<u>1994</u> £	<u>1993</u> £
<u>TURNOVER</u>		5259133	5155990
Cost of Sales		<u>5126494</u>	<u>5014140</u>
<u>GROSS PROFIT</u>		132639	141850
Administrative Expenses		<u>103700</u>	<u>73994</u>
<u>OPERATING PROFIT</u>	2	28939	67856
Interest Payable	5	<u>48897</u>	<u>35535</u>
<u>LOSS ON ORDINARY ACTIVITIES</u>		-19958	32321
Taxation	6	<u>NIL</u>	<u>10267</u>
<u>LOSS FOR THE FINANCIAL YEAR</u>		-19958	22054
<u>RETAINED PROFIT/(LOSS) FOR THE YEAR</u>		<u>-19958</u>	<u>22054</u>

STATEMENT OF RETAINED PROFITS

	£	£
Retained Profits Brought Forward	76457	54403
Retained Loss for the year	<u>-19958</u>	<u>22054</u>
<u>RETAINED PROFITS CARRIED FORWARD</u>	<u>56499</u>	<u>76457</u>

INA IMP LIMITEDBALANCE SHEETAS AT 31 MARCH 1994

	<u>Notes</u>	<u>1993</u> £	<u>1994</u> £
<u>FIXED ASSETS</u>			
Tangible Assets	10	<u>127709</u>	<u>137803</u>
<u>CURRENT ASSETS</u>			
Stocks	11	799781	669497
Debtors	12	60813	72615
Cash at Bank and in Hand		<u>2118</u>	<u>191124</u>
		862712	761236
CREDITORS: Amounts Falling due within one year	13	<u>846623</u>	<u>764346</u>
<u>NET CURRENT ASSETS</u>		<u>16089</u>	<u>-3110</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>143798</u>	<u>134693</u>
CREDITORS : Amounts falling due after more than one year	14	38000	9200
DIRECTORS LOAN		<u>-1206</u>	<u>-1469</u>
		107004	126962
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	16	505	505
Revaluation Reserve		50000	50000
Profit and Loss Account	17	<u>56499</u>	<u>76457</u>
		<u>107004</u>	<u>126962</u>

The Financial Statements on pages to were
approved by the Board of Directors on
and were signed on its behalf by :

M. BASHIRDIRECTORSM. SIDDIQUE

INA IMP LIMITEDSTATEMENT OF SOURCE AND APPLICATION OF FUNDSFOR THE YEAR ENDED 31 MARCH 1994

	<u>1994</u>		<u>1993</u>	
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>SOURCE OF FUNDS</u>				
Loss on Ordinary Activities before Taxation		-19958		32321
Adjustment for Items not involving the Movement of Funds:				
Depreciation of Tangible Fixed Assets		<u>10094</u>		<u>10094</u>
<u>TOTAL GENERATED FROM OPERATIONS</u>		-9864		42415
<u>FUNDS FROM OTHER SOURCES</u>				
Bank Loan		<u>-28800</u>		<u>-15400</u>
		18936		27015
<u>APPLICATION OF FUNDS</u>				
Purchase of Tangible Fixed Assets			1741	
Corporation Tax paid	<u>4434</u>	<u>4434</u>	<u>3640</u>	<u>5381</u>
<u>MOVEMENT IN WORKING CAPITAL</u>		£14,502		£21,634
		=====		=====
<u>COMPONENTS OF MOVEMENT IN WORKING CAPITAL</u>				
Stocks		130284		156130
Debtors		-11802		9307
Creditors		<u>-33847</u>		<u>-65521</u>
		84635		99916
<u>MOVEMENT IN NET LIQUID FUNDS:</u>				
Cash at Bank and in Hand	-17006		2347	
Bank Overdraft	-52864		-82098	
Directors Loan Account	<u>-1263</u>	<u>-70133</u>	<u>£1,469</u>	<u>78282</u>
		14502		21634
		=====		=====

INA IMP LIMITEDACCOUNTING POLICIESFOR THE YEAR ENDED 31 MARCH 1994ACCOUNTING CONVENTION

The Financial Statements are prepared under the historical cost convention.

DEPRECIATION

Depreciation is provided on all tangible fixed assets at rates calculated to write off their cost in equal annual instalments over their estimated useful life. The rates of depreciation principally used are:

Freehold Property	5%
Fixtures and Fitting	20%
Motor Vehicles	25%

STOCKS AND WORK IN PROGRESS

Stocks are valued on the basis of the lower of cost and net realisable value.

INA IMP LIMITEDNOTES TO FINANCIAL STATEMENTSFOR THE YEAR ENDED 31 MARCH 1994

1. TURNOVER

Turnover represents the invoiced value of goods and services provided excluding Value Added tax. All the turnover arose in the United Kingdom.

2. OPERATING PROFIT

1994 1993

Operating profit is stated after
charging (crediting) the following

Depreciation:

Tangible Fixed Assets

10094

10094

Auditors' Remuneration and Expenses

4300

4300

Exceptional Items:

3. EMPLOYEES AND DIRECTORS

Number Number

The average weekly number of employees
during the year (including the Directors)
was made up as follows:

Administrative and Management

3

2

Production

1

1

4

3

Staff Costs (Including Directors)

£

£

Wages and Salaries

22697

4930

Social Security Costs

3090

374

Other Pension Costs

£25,787

£5,304

INA IMP LIMITEDNOTES TO THE FINANCIAL STATEMENTS (Cont'd)FOR THE YEAR ENDED 31 MARCH 1994

3	EMPLOYEES AND DIRECTORS (Cont'd)	<u>1994</u>	<u>1993</u>
	Directors Remuneration	Number	Number
	Number of Other Directors within the Range below:		
	£ 0 - £5,000	2	2
4	INVESTMENT INCOME		
5	INTEREST PAYABLE	£	£
	On bank loans and overdrafts	£48,897	£35,535
	Other Interest	<u>£48,897</u>	<u>£35,535</u>
6	Taxation		
	Based on the results for the year:		
	Corporation Tax at 25% (1992 - 25%)	<u>NIL</u>	<u>£10,267</u>

INA IMP LIMITEDNOTES TO THE FINANCIAL STATEMENTS (Cont'd)For the year ended 31 March 1994

10 TANGIBLE FIXED ASSETS

	<u>Tenant Rights</u>	<u>Land and Buildings</u>	<u>Motor Vehicles</u>	<u>Fixtures and Fittings</u>	<u>Total</u>
Cost or Valuation :					
At 1 April 1993	8000	157305	8289	32332	205926
Additions					
Disposals					
At 31 March 1994	£8,000	£157,305	£8,289	£32,332	£205,926
	=====	=====	=====	=====	=====
Depreciation					
At 1 April 1993		35921	6799	25403	68123
Charge for the year		7865	497	1732	10094
Disposals					
At 31 March 1994	£	£43,786	£7,296	£27,135	£78,217
	=====	=====	=====	=====	=====
Net Book Values :					
At 31 March 1994	£8,000	£113,519	£993	£5,197	£127,709
	=====	=====	=====	=====	=====
At 1 April 1993	£8,000	£121,384	£1,490	£6,929	£137,803
	=====	=====	=====	=====	=====
Land and Buildings at net book value comprise:					
				<u>1994</u>	<u>1993</u>
				£	£
Freehold				£113,519	£121,384
				=====	=====
For the Land and Buildings included at Valuation :				<u>Freehold</u>	<u>Freehold</u>
				£	£
Historical Cost :					
At 1 April 1993 and 31 March 1994				£107,305	£107,305
Depreciation Based on Cost :					
At 31 March 1993				25921	18056
Charge for the Year				7865	7865
At 31 March 1994				<u>£33,786</u>	<u>£25,921</u>
Net Historical Value :					
At 31 March 1994				<u>£73,519</u>	<u>£81,384</u>
At 1 April 1993				<u>£81,384</u>	<u>£41,170</u>

INA IMP LIMITEDNOTES TO THE FINANCIAL STATEMENTS (Cont'd)FOR THE YEAR ENDED 31 MARCH 1994

11	STOCKS	<u>1994</u>	<u>1993</u>
	Goods for resales	<u>£799,781</u>	<u>£669,497</u>
12	DEBTORS		
	Amounts falling due within one year:		
	Trade Debtors	<u>60813</u>	<u>72615</u>
13	CREDITORS	<u>£</u>	<u>£</u>
	Amounts falling due within one year:		
	Bank Overdrafts	431836	378972
	Trade Creditors	323410	287980
	Amounts owed to Group Companies	33380	30060
	Current Corporation Tax	10022	14456
	Bank Loan	10000	10000
	Accruals and Deferred Income	<u>37975</u>	<u>42878</u>
		<u>£846,623</u>	<u>£764,346</u>
	Bank Overdrafts and Loans are secured by Mortgages and Mortgage Debentures		
14	CREDITORS		
	Amounts falling due after more than one year:		
	Bank Loan	<u>£38,000</u>	<u>£9,200</u>
	Amounts are payable as follows:		
	Between one and two years :		
	Bank Loan	19000	4600
	Between two and five years	<u>19000</u>	<u>4600</u>
	Bank Loan	<u>£38,000</u>	<u>£9,200</u>

INA IMP LIMITEDNOTES TO THE FINANCIAL STATEMENTS (Cont'd)For the year ended 31 March 1994

16	CALLED UP SHARE CAPITAL	1994	1993
	Authorised		
	Ordinary Shares of £1 each	<u>£5,000</u>	<u>£5,000</u>
	Allotted, Issued and Fully Paid		
	Ordinary Shares of £1 each	<u>£505</u>	<u>£505</u>
17	Revaluation Reserve		
	At 1 April 1993 and 31 March 1994	<u>£50,000</u>	<u>£50,000</u>
18	CAPITAL COMMITMENTS		
	Contracted		
	Authorised but not Contracted	None	None
19	CONTINGENT LIABILITIES	None	None
20	ULTIMATE HOLDING COMPANY		
	The ultimate holding company is Eastern Peoples Entertainments (Bradford) Limited which is registered in England.		

For the Information of the Directors onlyINA IMP LIMITEDDETAILED TRADING ACCOUNTFor the year ended 31 March 1994

	<u>1994</u>		<u>1993</u>	
	£	£	£	£
SALES		5259133		5155990
STOCK - (OPENING)	669497		513367	
PURCHASES	<u>5256778</u>		<u>5170270</u>	
	5926275		5683637	
STOCK - (CLOSING)	<u>799781</u>	<u>5126494</u>	<u>669497</u>	<u>5014140</u>
GROSS PROFIT FOR THE YEAR		<u>£132,639</u>		<u>£141,850</u>
<u>EXPENSES</u>				
Wages and National Insurance	25787		5304	
Rent and Rates	11361		10862	
Light and Heat	1529		1241	
Telephone	981		962	
Motor Expenses	2171		1688	
Postage, Stationery & Advertising	1540		1450	
Repairs & Renewals	1399		556	
Insurance	7984		6948	
Bank Charges and Interest	68135		53682	
Accountancy	4300		4300	
Subscriptions	1134			
Cleaning and Sundry Expenses	395		136	
Bad Debts	15787		12306	
Depreciation	<u>10094</u>	<u>152597</u>	<u>10094</u>	<u>109529</u>
Operating Loss/Profit for the year		<u>-19958</u>		<u>32321</u>