

Company Registration No. 1785226 (England and Wales)

PAMIR INTERNATIONAL LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999

**Booth Anderson, Chester &
Chartered Accountants**



PAMIR INTERNATIONAL LIMITED

COMPANY INFORMATION

Directors

S. Timmann
I. Timmann

Secretary

I. Timmann

Company number

1785226

Registered office

1 Peterborough Road
Harrow
Middlesex
HA1 2AZ

Accountants

Booth Anderson, Chester & Co
1 Peterborough Road
Harrow
Middlesex
HA1 2AZ

PAMIR INTERNATIONAL LIMITED

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PAMIR INTERNATIONAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 1999

The directors present their report and financial statements for the year ended 31 March 1999.

Principal activities

The principal activity of the company continued to be that of exporters and importers and as international consultants and agents.

Directors

The following directors have held office since 1 April 1998:

S. Timmann
I. Timmann

Directors' interests

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

	Ordinary shares of £1 each	
	31 March 1999	1 April 1998
S. Timmann	1	1
I. Timmann	1	1

Year 2000

The directors have considered whether the company's operations could be adversely affected by malfunctions in computer or other equipment arising from errors in processing dates in the year 2000 and beyond.

No part of the company's current operations are critically dependent on computer or other equipment which could be affected by year 2000 problems.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board

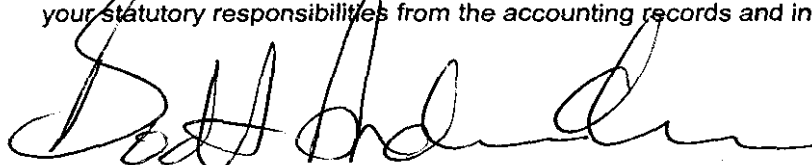

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12/8/99
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PAMIR INTERNATIONAL LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF PAMIR INTERNATIONAL LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 1999, set out on pages 3 to 7 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Booth Anderson, Chester & Co

18/8/99

Chartered Accountants

1 Peterborough Road
Harrow
Middlesex
HA1 2AZ

PAMIR INTERNATIONAL LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1999

		Year ended 31 March 1999 £	Year ended 31 March 1998 £
	Notes		
Turnover		313,638	350,627
Cost of sales		(260,419)	(284,849)
Gross profit		53,219	65,778
Administrative expenses		(54,573)	(48,721)
Operating (loss)/profit	2	(1,354)	17,057
Other interest receivable and similar income	3	8	31
Interest payable and similar charges		(1,338)	(655)
(Loss)/profit on ordinary activities before taxation		(2,684)	16,433
Tax on (loss)/profit on ordinary activities	4	(82)	(3,970)
(Loss)/profit on ordinary activities after taxation		(2,766)	12,463
Dividends		-	(10,000)
Retained (loss)/profit for the year	9	(2,766)	2,463

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

PAMIR INTERNATIONAL LIMITED

BALANCE SHEET AS AT 31 MARCH 1999

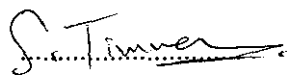
	Notes	1999 £	£	1998 £	£
Fixed assets					
Tangible assets	5		3,281		3,825
Current assets					
Stocks		18,469		16,042	
Debtors	6	65,267		53,778	
Cash at bank and in hand		137		4,387	
		<u>83,873</u>		<u>74,207</u>	
Creditors: amounts falling due within one year	7	<u>(75,145)</u>		<u>(63,257)</u>	
Net current assets			8,728		10,950
Total assets less current liabilities			<u>12,009</u>		<u>14,775</u>
Capital and reserves					
Called up share capital	8		2		2
Profit and loss account	9		12,007		14,773
Shareholders' funds - equity interests	10		<u>12,009</u>		<u>14,775</u>

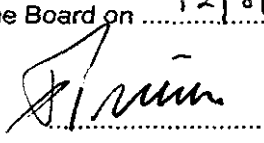
In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 12/8/99


S Timmann
Director


I Timmann
Director

PAMIR INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 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:

Fixtures, fittings & equipment	20% Straight line
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1.4 Stock

Stock is valued at the lower of cost and net realisable value.

1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.6 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2	Operating (loss)/profit	1999 £	1998 £
	Operating (loss)/profit is stated after charging:		
	Depreciation of tangible assets	2,833	2,375
	Auditors' remuneration	-	850
	Directors' emoluments	3,300	3,000
		<u> </u>	<u> </u>
3	Other interest receivable and similar income	1999 £	1998 £
	Bank interest	8	31
		<u> </u>	<u> </u>

PAMIR INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

4	Taxation	1999	1998
		£	£
	U.K. current year taxation		
	U.K. corporation tax at 21% (1998 - 21%)	-	3,970
	Prior years		
	U.K. corporation tax	82	-
		<u>82</u>	<u>3,970</u>
		<u><u>82</u></u>	<u><u>3,970</u></u>
5	Tangible fixed assets		
			Plant and machinery etc £
	Cost		
	At 1 April 1998		11,875
	Additions		2,289
			<u>14,164</u>
	At 31 March 1999		
	Depreciation		
	At 1 April 1998		8,050
	Charge for the year		2,833
			<u>10,883</u>
	At 31 March 1999		
	Net book value		
	At 31 March 1999		3,281
			<u><u>3,825</u></u>
	At 31 March 1998		
6	Debtors	1999	1998
		£	£
	Trade debtors	60,621	51,278
	Other debtors	4,646	2,500
		<u>65,267</u>	<u>53,778</u>
		<u><u>65,267</u></u>	<u><u>53,778</u></u>

PAMIR INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1999

7	Creditors: amounts falling due within one year	1999	1998
		£	£
	Bank loans and overdrafts	1,595	19,874
	Trade creditors	72,550	25,344
	Taxation and social security	-	7,263
	Other creditors	1,000	10,776
		<u>75,145</u>	<u>63,257</u>
8	Share capital	1999	1998
		£	£
	Authorised		
	2,000 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>
	Allotted, called up and fully paid		
	2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>
9	Statement of movements on profit and loss account		
			Profit and loss account £
	Balance at 1 April 1998		14,773
	Retained loss for the year		(2,766)
	Balance at 31 March 1999		<u>12,007</u>
10	Reconciliation of movements in shareholders' funds	1999	1998
		£	£
	(Loss)/profit for the financial year	(2,766)	12,463
	Dividends	-	(10,000)
	Net (depletion in)/addition to shareholders' funds	<u>(2,766)</u>	<u>2,463</u>
	Opening shareholders' funds	14,775	12,312
	Closing shareholders' funds	<u>12,009</u>	<u>14,775</u>