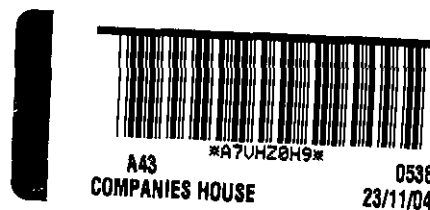


REPORT AND ACCOUNTS

LYNNTHORPE ENTERPRISES LIMITED

Company number: 1994671

30 APRIL 2004



LYNNTHORPE ENTERPRISES LIMITED

30 APRIL 2004

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LYNNTHORPE ENTERPRISES LIMITED30 APRIL 2004OFFICERS AND COMPANY INFORMATION

DIRECTORS:	S W R Lynn T S C Lynn
COMPANY SECRETARY:	S W R Lynn
ACCOUNTANTS:	Buckle Barton Chartered Accountants Sanderson House Station Road Horsforth LEEDS LS18 5NT
BANKERS:	Lloyds TSB Bank Plc 21-22 High Street Uxbridge Middlesex UB8 1JD
REGISTERED OFFICE:	Sanderson House Station Road Horsforth Leeds LS18 5NT

LYNNTHORPE ENTERPRISES LIMITED30 APRIL 2004DIRECTORS' REPORT

The directors submit their report and accounts for the year ended 30 April 2004.

DIRECTORS' RESPONSIBILITIES

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 as at the end of the financial year and of the profit or loss of the company for that year. In preparing those 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 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 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 ACTIVITY

The company's principal activity during the year was that of a restaurant and is unchanged since last year.

LYNNTHORPE ENTERPRISES LIMITED30 APRIL 2004DIRECTORS' REPORT

DIRECTORS AND THEIR INTERESTS

The directors at 30 April 2004 and their interests in the share capital of the company were as follows:

Class of shares	Start and end of year
Ordinary shares of £1 each:	No.
S W R Lynn	15,000
T S C Lynn (appointed 31 October 2003)	-

In addition, G Thorpe served as a director until 31 October 2003, at which date he resigned.

All the above shares were held beneficially.

COMPANIES ACT 1985

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

ON BEHALF OF THE BOARD



S W R LYNN
Director

Dated: 9 October 2004

LYNNTHORPE ENTERPRISES LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 30 APRIL 2004

		<u>2004</u>	<u>2003</u>
	Notes	£	£
TURNOVER	3	911,446	960,912
Cost of sales		314,191	315,152
		<hr/>	<hr/>
GROSS PROFIT		597,255	645,760
Net operating expenses	4	620,957	681,198
		<hr/>	<hr/>
OPERATING LOSS	5 - 7	(23,702)	(35,438)
Income from fixed asset investments and other income	8	284	186
Interest payable and similar charges	9	(13,244)	(17,349)
		<hr/>	<hr/>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(36,662)	(52,601)
Tax on loss on ordinary activities	10	(3,047)	(7,602)
		<hr/>	<hr/>
LOSS FOR THE FINANCIAL YEAR	21	<u>(33,615)</u>	<u>(44,999)</u>

LYNNTHORPE ENTERPRISES LIMITEDBALANCE SHEET30 APRIL 2004

		<u>2004</u>	<u>2003</u>
	Notes	£	£
FIXED ASSETS			
Intangible assets	11	1	1
Tangible assets	12	160,931	175,044
		<hr/>	<hr/>
		160,932	175,045
		<hr/>	<hr/>
CURRENT ASSETS			
Stocks	13	3,461	6,710
Debtors	14	74,035	75,552
Cash at bank and in hand		300	300
		<hr/>	<hr/>
		77,796	82,562
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	15	(229,102)	(202,985)
		<hr/>	<hr/>
NET CURRENT LIABILITIES		(151,306)	(120,423)
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		9,626	54,622
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	18	(73,947)	(82,282)
PROVISION FOR LIABILITIES AND CHARGES	19	(3,154)	(6,200)
		<hr/>	<hr/>
NET LIABILITIES		(67,475)	(33,860)
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	20/21	30,000	30,000
Revaluation reserve	21	101,901	113,660
Profit and loss account	21	(199,376)	(177,520)
		<hr/>	<hr/>
EQUITY SHAREHOLDERS DEFICIT		(67,475)	(33,860)
		<hr/>	<hr/>

For the year in question, the company was entitled to exemption from an audit under section 249A(1) of the Companies Act 1985. No notice has been deposited under section 249B(2) of the Act in relation to the accounts for the financial year. The directors acknowledge their responsibilities for:

- a) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- b) 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 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).


S W R LYNN
Director

Dated: 9 October 2004

LYNNTHORPE ENTERPRISES LIMITED

NOTES TO THE ACCOUNTS

30 APRIL 2004

1. GOING CONCERN

The accounts have been prepared on the going concern basis which assumes the continued support of the bank, the directors and the company's ability to generate positive cash flow. In the opinion of the directors, the going concern basis is appropriate for the preparation of the accounts.

2. ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention, modified to include the revaluation of freehold land and buildings, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Depreciation

Depreciation is provided on all tangible fixed assets at the following rates on the bases stated:

Leasehold buildings	- over the lease term on cost
Plant and machinery	- 15% p.a. on reducing balance

A full year's depreciation is provided in the year of purchase.

Capital grants

Capital grants are accounted for as deferred income and released to the profit and loss account over the useful economic life of the related assets.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Food and drink - purchase cost on a first in, first out basis.

Goodwill

Positive goodwill is stated at cost less the appropriate amount of accumulated amortisation. Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

Operating leases

Operating lease rentals and equivalent hire purchase contracts are charged as an expense in the profit and loss account.

Deferred taxation

Deferred taxation is provided on the liability method and represents full provision for potential amounts of deferred tax, where applicable.

LYNNTHORPE ENTERPRISES LIMITEDNOTES TO THE ACCOUNTS30 APRIL 2004

3. TURNOVER

Turnover represents the invoiced amounts of goods sold and services provided, stated net of value added tax and relates entirely to the company's principal activity within the United Kingdom.

	<u>2004</u>	<u>2003</u>
	£	£
4. NET OPERATING EXPENSES		
Administrative expenses	<u>620,957</u>	<u>681,198</u>
5. OPERATING LOSS		
This is stated after charging:		
Depreciation of owned assets	<u>19,470</u>	<u>19,823</u>
6. EMPLOYEE INFORMATION		
Pension cost charge for the year	<u>-</u>	<u>-</u>
7. DIRECTORS' EMOLUMENTS		
Aggregate emoluments including benefits in kind, assets (other than shares) received under long term incentive schemes and aggregate value of any company contributions paid to a money purchase pension scheme.	<u>41,198</u>	<u>66,477</u>
	<u>No.</u>	<u>No.</u>
Number of directors to whom retirement benefits are accruing under money purchase schemes.	<u>-</u>	<u>-</u>
	£	£
8. INCOME FROM FIXED ASSET INVESTMENTS AND OTHER INCOME		
Other interest receivable and similar income	<u>284</u>	<u>186</u>

LYNNTHORPE ENTERPRISES LIMITEDNOTES TO THE ACCOUNTS30 APRIL 2004

	<u>2004</u>	<u>2003</u>
	£	£
9. INTEREST PAYABLE AND SIMILAR CHARGES		
On bank loans and overdrafts	11,801	16,111
Interest on late payment of taxes	183	164
Interest on rent review	1,260	1,074
	<hr/>	<hr/>
	13,244	17,349
	<hr/>	<hr/>
10. TAX ON LOSS ON ORDINARY ACTIVITIES		
UK corporation tax:		
Credit for the year	-	(7,412)
Deferred taxation:		
Credit for the year	(3,047)	(190)
	<hr/>	<hr/>
	(3,047)	(7,602)
	<hr/>	<hr/>
11. INTANGIBLE FIXED ASSETS		
		Goodwill
		£
Cost:		
At 1 May 2003 and 30 April 2004		126,343
		<hr/>
Amortisation:		
At 1 May 2003 and 30 April 2004		126,342
		<hr/>
Net book value:		
At 30 April 2004		1
		<hr/>
At 30 April 2003		1
		<hr/>

LYNNTHORPE ENTERPRISES LIMITEDNOTES TO THE ACCOUNTS30 APRIL 2004

12. TANGIBLE FIXED ASSETS

	Leasehold land & buildings	Plant & machinery	Total
	£	£	£
Cost or valuation:			
At 1 May 2003	199,900	177,839	377,739
Additions	-	5,357	5,357
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 30 April 2004	199,900	183,196	383,096
	<hr/>	<hr/>	<hr/>
Depreciation:			
At 1 May 2003	70,554	132,141	202,695
Provided during the year	11,759	7,711	19,470
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 30 April 2004	82,313	139,852	222,165
	<hr/>	<hr/>	<hr/>
Net book value:			
At 30 April 2004	117,587	43,344	160,931
	<hr/>	<hr/>	<hr/>
At 30 April 2003	129,346	45,698	175,044
	<hr/>	<hr/>	<hr/>

The leasehold property was revalued at £190,000 on 23 June 1997 at open market value on existing use basis. The valuation was made by Pinders Chartered Surveyors in accordance with the Appraisal and Valuation Manual of The Royal Institution of Chartered Surveyors. On the implementation of FRS15, the transitional provisions have been followed, whereby the valuation has not been updated.

There were no capital commitments, either authorised or contracted for, at the balance sheet date.

LYNNTHORPE ENTERPRISES LIMITED

NOTES TO THE ACCOUNTS

30 APRIL 2004

		2004	2003
		£	£
13.	STOCKS		
	Food and drink	3,461	6,710
		<u> </u>	<u> </u>
14.	DEBTORS		
	Due within one year:		
	Trade debtors	1,167	1,538
	Other debtors	38,124	10,069
	Prepayments and accrued income	27,332	19,503
	Loans to directors (note 16)	-	37,030
	Corporation tax recoverable	7,412	7,412
		<u> </u>	<u> </u>
		74,035	75,552
		<u> </u>	<u> </u>
15.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
	Bank loan (secured) (note 17)	8,336	20,388
	Bank overdraft (secured)	71,970	61,365
	Trade creditors	19,982	32,955
	Current corporation tax	-	-
	Other taxes and social security costs	29,844	43,094
	Accruals and deferred income	36,373	45,183
	Loans from directors	59,231	-
	Other creditors	3,366	-
		<u> </u>	<u> </u>
		229,102	202,985
		<u> </u>	<u> </u>
	The loans from the directors are interest free with no fixed terms for repayment.		
16.	LOANS TO DIRECTORS		
		Outstanding at 30.04.04	Outstanding at 30.04.03
		£	£
	S W R Lynn	-	16,982
	G Thorpe (resigned 31 October 2003)	-	20,048
		<u> </u>	<u> </u>
		-	37,030

The loan to G Thorpe is now included within other debtors (note 14). The amount outstanding at 30 April 2004 was £26,951).

LYNNTHORPE ENTERPRISES LIMITEDNOTES TO THE ACCOUNTS30 APRIL 2004

	<u>2004</u>	<u>2003</u>
	£	£
17. BANK LOANS		
Amounts repayable within five years	82,283	102,670
	<u> </u>	<u> </u>
The current portion of the loan is shown in current liabilities and amounts to:	8,336	20,388
	<u> </u>	<u> </u>
18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR		
Bank loan (secured) (note 17)	73,947	82,282
	<u> </u>	<u> </u>
19. PROVISION FOR LIABILITIES AND CHARGES		
Taxation, including deferred taxation	3,154	6,200
	<u> </u>	<u> </u>
The balance on deferred taxation is made up of taxation deferred by reason of:		
Capital allowances in advance of depreciation and amortisation	5,904	6,200
Reduction in respect of losses	(2,750)	-
	<u> </u>	<u> </u>
	3,154	6,200
	<u> </u>	<u> </u>
The company's total potential liability to deferred taxation is as follows:		
Balance provided as above	3,154	6,200
Taxation on valuation surplus	21,000	21,000
	<u> </u>	<u> </u>
	24,154	27,200
	<u> </u>	<u> </u>

The potential liability to taxation on valuation surplus will only apply if the asset at valuation is disposed of at the valuation price.

LYNNTHORPE ENTERPRISES LIMITEDNOTES TO THE ACCOUNTS30 APRIL 2004

		<u>2004</u>	<u>2003</u>
		£	£
20.	CALLED UP SHARE CAPITAL		
	Authorised: 50,000 ordinary shares of £1 each	50,000	50,000
		<hr/>	<hr/>
	Allotted, issued and fully paid: 30,000 ordinary shares of £1 each	30,000	30,000
		<hr/>	<hr/>
21.	RESERVES		
		Called up share capital	Revaluation reserve
		£	£
	At 1 May 2003	30,000	113,660
	Loss for the year	-	-
	Transfer from revaluation reserve to profit and loss account	-	(11,759)
		<hr/>	<hr/>
	At 30 April 2004	30,000	101,901
		<hr/>	<hr/>
			Profit & loss account
			£
			(177,520)
			(33,615)
			<hr/>
			11,759
			<hr/>
			199,376
			<hr/>

LYNNTHORPE ENTERPRISES LIMITEDNOTES TO THE ACCOUNTS30 APRIL 2004

22. LEASE COMMITMENTS

Operating leases

At 30 April 2004 the company had annual commitments under non-cancellable operating leases as set out below:

	<u>2004</u>		<u>2003</u>	
	Land & buildings	Other	Land & buildings	Other
	£	£	£	£
Operating leases which expire:				
Within one year	-	-	-	-
In the second to fifth years inclusive	-	2,999	-	-
Over five years	148,750	-	148,750	-
	<hr/>	<hr/>	<hr/>	<hr/>
	148,750	2,999	148,750	-
	<hr/>	<hr/>	<hr/>	<hr/>

The majority of leases of land and buildings are subject to rent reviews.

23. ULTIMATE CONTROLLING PARTY

The company is controlled by S W R Lynn who owns 50% of the ordinary share capital.