

Unaudited Abbreviated Accounts
for the Year Ended 30 June 2004
for
Hills & Hills Limited



Hills & Hills Limited

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for the Year Ended 30 June 2004**

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Hills & Hills Limited

**Company Information
for the Year Ended 30 June 2004**

DIRECTORS: R E X Szumlicki
Mrs D Szumlicka

SECRETARY: R E X Szumlicki

REGISTERED OFFICE: 2 Newport Place
London
WC2H 7JP

REGISTERED NUMBER: 2268045 (England and Wales)

ACCOUNTANTS: Elliotts
Chartered Accountants
Centre Heights
137 Finchley Road
London NW3 6JG

Hills & Hills Limited**Abbreviated Balance Sheet
30 June 2004**

	Notes	2004 £	2003 £
FIXED ASSETS			
Tangible assets	2	825,000	825,000
CURRENT ASSETS			
Debtors		-	404,429
Cash at bank		859,626	505,701
		859,626	910,130
CREDITORS			
Amounts falling due within one year		35,244	156,639
NET CURRENT ASSETS			
		824,382	753,491
TOTAL ASSETS LESS CURRENT LIABILITIES			
		1,649,382	1,578,491
CREDITORS			
Amounts falling due after more than one year		902,502	870,395
		746,880	708,096
CAPITAL AND RESERVES			
Called up share capital	3	1,000	1,000
Revaluation reserve		3,346	3,346
Profit and loss account		742,534	703,750
SHAREHOLDERS' FUNDS			
		746,880	708,096

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 June 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2004 in accordance with Section 249B(2) of the Companies Act 1985.

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 financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

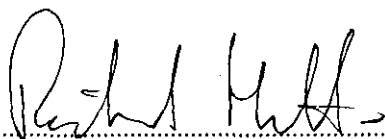
The notes form part of these abbreviated accounts

Hills & Hills Limited

Abbreviated Balance Sheet - continued
30 June 2004

These abbreviated accounts have 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:



.....
R E X Szumlicki - Director

Approved by the Board on *24 September 2004*

The notes form part of these abbreviated accounts

Notes to the Abbreviated Accounts
for the Year Ended 30 June 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents rent receivable.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold land & buildings - not provided

Investment Properties

Investment property is included in these accounts at open market value.

In accordance with Statement of Standard Accounting Practice No.19, no depreciation is provided in respect of freehold and long leasehold investment properties. This constitutes a departure from the statutory rules requiring fixed assets to be depreciated over their economic life, and is necessary to the financial statements to give a true and fair view. Depreciation is only one of the many factors reflected in the annual valuation, and the amount which might otherwise have been included cannot be separately identified or quantified.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset.

2. TANGIBLE FIXED ASSETS

	Total £
COST OR VALUATION	
At 1 July 2003	
and 30 June 2004	825,000
NET BOOK VALUE	
At 30 June 2004	825,000
At 30 June 2003	825,000

The freehold land & buildings comprises the company's investment properties.

No provision has been made for deferred tax on gains recognised on revaluation of investment property to its market value. Such tax would become payable only on the sale of the property without the benefit of a claim to rollover relief. The total amount of deferred tax unprovided for is £1,001. At present it is not envisaged that any tax will become due in the foreseeable future.

3. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2004 £	2003 £
1,000	Ordinary shares	£1	1,000	1,000

**Notes to the Abbreviated Accounts - continued
for the Year Ended 30 June 2004**

4. RELATED PARTY DISCLOSURES

Mr R E X Szumlicki, a director, controls the company by virtue of his ownership of 99.9% of the issued share capital.

The directors, Mrs D I Szumlicka and Mr R E X Szumlicki are also directors and shareholders in Tokyo Diner Plc.

£60,000 (2003 - £60,000) was received by Hills & Hills Limited from Tokyo Diner Plc in respect of rent on a property occupied by the latter company. Management fees of £12,000 (2003 - £12,000) were charged from Tokyo Diner Plc.

At 30 June 2004 the company owed £714,307 (2003 - £692,100) to Tokyo Diner Plc.

At 30 June 2004 the company owed £188,195 (2003 - £178,295) to a partnership between Mrs D I Szumlicka and Mr R E X Szumlicki.

Both the loans are interest free and repayable between two to five years.

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Hills & Hills Limited**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages two to five) have been prepared.

In accordance with the engagement letter dated 1 June 2004, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 30 June 2004 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.


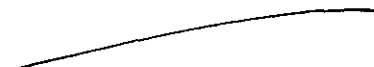
This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company or the company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet for the year ended 30 June 2004 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information or explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Elliotts
Chartered Accountants
Centre Heights
137 Finchley Road
London NW3 6JG

Date: 24 September 2004