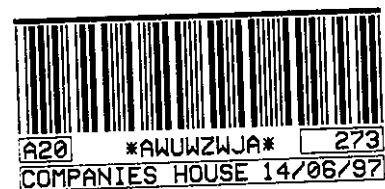


COMPANY NUMBER: 2463642

*Amending*

**LLOYDS TEA COMPANY LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 1996**

*Phoned.*



**CHARLES LOVELL & CO**  
Chartered Accountants  
Redditch

**LLOYDS TEA COMPANY LIMITED**

**REPORT AND FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 1996**

**CHARLES LOVELL & CO**  
Chartered Accountants  
Redditch

**DIRECTORS' REPORT**

Directors: I D Olley (appointed 1 February 1996)

D A Dennis

Secretary: D A Dennis

Registered Office: 64 Burlington Arcade, London W1V 9AF

The directors present their report and the accounts for the year ended 31 December 1996.

**PRINCIPAL ACTIVITY**

The principal activity of the company is that of tea merchants.

**DIRECTORS**

The directors of the company during the year ended 31 December 1996 were those listed above.

**DIRECTORS' INTERESTS**

According to the register maintained as required under the Companies Act 1985, the directors' interests in the share capital of the company were as follows:

	31 December 1996 Ordinary	31 December 1995 Ordinary
I D Olley (appointed 1 February 1996)	-	-
D A Dennis	1	1

**DIRECTORS' REPORT - (continued)**

**STATEMENT OF DIRECTORS RESPONSIBILITIES**

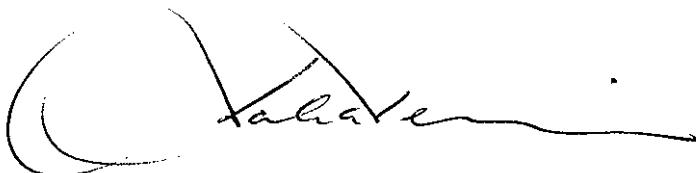
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

1. Select suitable accounting policies and then apply them consistently.
2. Make judgements and estimates that are reasonable and prudent.
3. 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.

The directors have taken advantage, in the preparation of their report, of the special exemptions applicable to small companies.

Approved by the board of directors on 27 January 1997 and signed on their behalf.

A handwritten signature in black ink, appearing to read 'D A Dennis', is written over a large, faint, circular stamp or watermark.

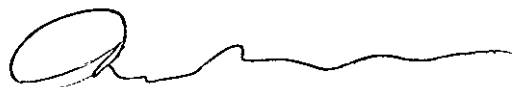
D A Dennis  
Secretary

**ACCOUNTANT'S REPORT ON THE UNAUDITED ACCOUNTS  
TO THE DIRECTORS OF LLOYDS TEA COMPANY LIMITED**

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As described on the balance sheet you are responsible for the compilation of the accounts for the year ended 31 December 1996, set out on pages 4 to 7, and you consider that the company is exempt from an audit and a report under Section 249(A)(2) of the Companies Act 1985.

In accordance with your instructions we have compiled the unaudited accounts from the accounting records and from the information and explanations supplied to us.

A handwritten signature in dark ink, appearing to be 'Charles Lovell & Co', written in a cursive style.

**CHARLES LOVELL & CO**

Chartered Accountants  
Redditch

27 January 1997

**LLOYDS TEA COMPANY LIMITED**

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**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 1996**

	Note	1996 £	1995 £
<b>TURNOVER</b>	2	11,383	-
Cost of Sales		-	-
<b>GROSS PROFIT</b>		<u>11,383</u>	<u>-</u>
Administrative expenses		14,114	-
Other operating income		-	-
		<u>14,114</u>	<u>-</u>
<b>OPERATING LOSS</b>		(2,731)	-
Other interest receivable and similar income		-	-
Interest payable and similar charges		-	-
		<u>-</u>	<u>-</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(2,731)	-
Taxation on loss on ordinary activities	3	-	-
<b>LOSS FOR THE FINANCIAL YEAR</b>		<u>(2,731)</u>	<u>-</u>
Dividend paid and proposed		-	-
<b>RETAINED LOSS FOR THE YEAR</b>		<u>£(2,731)</u>	<u>£ -</u>
<b>STATEMENT OF ACCUMULATED LOSSES</b>			
Balance as at 1 January 1996		-	-
Retained loss for the year		(2,731)	-
Balance as at 31 December 1996		<u>£(2,731)</u>	<u>£ -</u>

In each of the years ended 31 December 1996 and 1995 the only deficit recognised by the company was loss for the year, all of the activities undertaken by the company were continuing and there were no material differences between the reported loss and that arising under the historical cost convention.

**LLOYDS TEA COMPANY LIMITED**

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**BALANCE SHEET - 31 DECEMBER 1996**

	Note	1996 £	1995 £
<b>CURRENT ASSETS</b>			
Debtors	4	11,455	-
Cash at bank and in hand		1,000	1,000
		<u>12,455</u>	<u>1,000</u>
<b>CREDITORS - amounts falling due within one year</b>			
Trade and other creditors	5	14,186	-
Taxation		-	-
		<u>14,186</u>	<u>-</u>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		(1,731)	1,000
<b>CREDITORS - amounts falling due after more than one year</b>		-	-
<b>TOTAL ASSETS LESS LIABILITIES</b>		<u>(1,731)</u>	<u>1,000</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	6	1,000	1,000
Profit and loss account		(2,731)	-
		<u>£(1,731)</u>	<u>£1,000</u>

The directors have taken advantage, in the preparation of the accounts, of special exemptions applicable to small companies under Schedule 8 part 1 of the Companies Act 1985. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

As detailed in the directors' report, the directors acknowledge that they are responsible for:

- (i) maintaining accounting records for the company in compliance with section 221 of this Act,
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company at the end of the financial period and of the company's profit/loss for that period 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 this company.

The directors are satisfied that during the year ended 31 December 1996 the company was entitled to exemption from an audit under subsection (1) of section 249A and that no member has requested an audit pursuant to subsection (2) of section 249B.

Approved by the board on 27 January 1997 and signed on its behalf



I D Olley  
Director

## NOTES ON THE FINANCIAL STATEMENTS - 31 DECEMBER 1996

## 1. ACCOUNTING POLICIES

The accounts are prepared under the historical cost convention adopting the following principal accounting policies.

## (a) Turnover

Turnover comprises the invoice value of goods and services supplied by the company exclusive of VAT.

## (b) Cash flow statement

The company has not presented a cash flow statement on the grounds that the company qualifies as a small company within the meaning of Financial Reporting Standard Number 1 and hence is exempt from the requirements thereof.

The directors are of the opinion that the costs of preparing such a statement would outweigh the benefits to the company.

## (c) Foreign currencies

Assets, liabilities, revenues and costs expressed in foreign currencies are expressed in sterling at rates of exchange ruling on the date on which transactions occur, except for:

- (i) monetary assets and liabilities which are translated at the rate ruling at the balance sheet date, other than those in (ii) below; and
- (ii) transactions to be settled at a contracted rate and trading transactions covered by a related or matching forward contract which are expressed at those contracted rates.

Such differences arising are dealt with in the profit and loss account.

## 2. ANALYSIS OF TURNOVER AND LOSSES BETWEEN ACTIVITIES AND MARKETS

The turnover and loss before taxation is attributable to the one principal activity of the company. All turnover in 1996 took place outside the United Kingdom.

## 3. TAXATION

The charge based on the losses for the year comprises:	1996	1995
	£	£
UK Corporation tax		
Current at 24% (1995 - 25%)	—	—

## 4. DEBTORS

	1996	1995
	£	£
Due within one year:		
Trade debtors	11,455	—



## NOTES ON THE FINANCIAL STATEMENTS - 31 DECEMBER 1996

5. TRADE AND OTHER CREDITORS	1996	1995
	£	£
Trade creditors	2,762	-
Other creditors	10,424	-
Accruals and deferred income	1,000	-
	<u>14,186</u>	<u>-</u>

6. CALLED UP SHARE CAPITAL	Authorised		Allotted and fully paid	
	1996	1995	1996	1995
	£	£	£	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

## 7. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	1996	1995
	£	£
Loss for year	(2,731)	-
Net deduction from shareholders funds	<u>(2,731)</u>	<u>-</u>
Opening shareholders funds	1,000	1,000
Closing shareholders funds	<u>(1,731)</u>	<u>1,000</u>

## 8. CAPITAL COMMITMENTS

The company had no capital commitments at 31 December 1996 (1995 £Nil).

## 9. ULTIMATE CONTROLLING PARTY

To the best of the directors' knowledge the ultimate controlling party of the company is Arabian Safa, a Saudi Arabian trading entity.