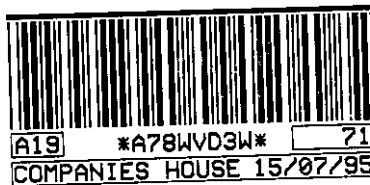


FARA ENTERPRISES LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 1994

Registered number: 2697467



ROTHMAN PANTALL & CO

CHARTERED ACCOUNTANTS

FARA ENTERPRISES LIMITED

DIRECTORS' REPORT

31 December 1994

The directors present their report and the audited financial statements for the year ended 31 December 1994.

Principal activity

The principal activity of the company is the sale of donated goods for the purposes of making charitable donations.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	31 December 1994 Ordinary shares	1 January 1994 Ordinary shares
J C Faure-Alderson	-	-
M N W Greenwood	-	1
M L Faure-Alderson	1	1

The shares are beneficially held on behalf of the Faure-Alderson Romanian Appeal, a registered charity 1004911 of which the company is a wholly owned subsidiary. M L Faure-Alderson is a trustee of this charity.

Donations

During the year the company donated £20,546 to the Faure-Alderson Romanian Appeal.

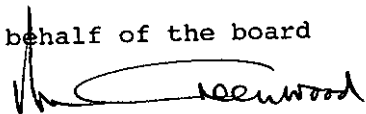
Auditors

The Company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary Rothman Pantall & Co will continue in office.

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions available to small companies.

On behalf of the board


M N W Greenwood
Secretary

..... 27th June 1995

FARA ENTERPRISES LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law 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 we are required to:

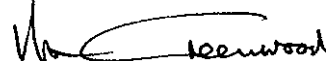
- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

.....27th June.....1995

On behalf of the board



M N W Greenwood Esq
Director

Rothman Pantall & Co

CHARTERED ACCOUNTANTS

10 Romsey Road, Eastleigh, SO50 9AL
Telephone: 01703 614555 Facsimile: 01703 616558

FARA ENTERPRISES LIMITED
AUDITORS' REPORT
Auditors' report to the members of
Fara Enterprises Limited

We have audited the financial statements on pages 4 to 9 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

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.

Basis of opinion

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 and 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 error or other irregularity. However, the evidence available to us was limited because all of the company's recorded turnover comprises cash sales which cannot be fully controlled and therefore are not susceptible to independent audit verification. There were no other satisfactory audit procedures that we could adopt to confirm that cash sales were properly recorded.

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

Qualified opinion arising from limitation in scope

Except for any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning cash sales, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1994 and of its 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.

In respect alone of the limitation on our work relating to cash sales:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.

Rothman Pantall & Co

Rothman Pantall & Co
Chartered Accountants
Registered Auditors

.....27 June.....1995

Chartered Accountants:

G Pantall · D L Morgan · M R Wells · J A Poulter · B M Lynch · S B Ryman · J L Shaw
A W Bennett · T D Stocker · S T Elliott · M P Osborne · G J B Corlett · P J Dawson · R D L Showan
A C Field · A T Payne · B R Blake · C H Cable · S A Sullivan · S M Whiting · D M Smyth · C S Cox
Certified Accountant: N H O'Reilly

Aylesbury · Farnham · Havant · London · Park Gate · Poole · Portsmouth · Ringwood · Salisbury · Southampton · Winchester

Registered to carry on audit work and authorised to carry on investment business

by The Institute of Chartered Accountants in England and Wales

FARA ENTERPRISES LIMITED
INCOME AND EXPENDITURE ACCOUNT
for the year ended 31 December 1994

	Note	1994 £	1993 £
Turnover		246,946	143,592
Net operating expenses			
Administrative expenses		(228,480)	(122,694)
Surplus on ordinary activities	2	18,466	20,898
Charitable donations		(20,546)	(20,204)
(Deficit)/surplus on ordinary activities before interest		(2,080)	694
Interest payable	3	(758)	(57)
(Deficit)/surplus on ordinary activities before taxation		(2,838)	637
Taxation	4	(270)	(133)
(Deficit)/surplus for the year	10	<u>£ (3,108)</u>	<u>£ 504</u>

Movements in reserves are shown in note 10.

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 1994 or 1993 other than the (deficit)/surplus for the year.

The notes on pages 6 to 9 form part of these financial statements.

FARA ENTERPRISES LIMITED

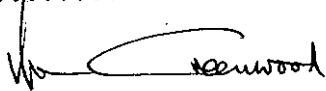
BALANCE SHEET

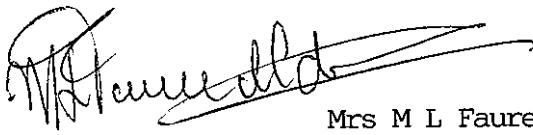
at 31 December 1994

	Note	1994 £	1993 £
Fixed assets			
Tangible assets	5	9,184	6,754
Current assets			
Debtors	6	9,532	4,884
Cash at bank and in hand		4,975	11,514
		<u>14,507</u>	<u>16,398</u>
Creditors: amounts falling due within one year	7	(22,771)	(22,640)
Net current liabilities		<u>(8,264)</u>	<u>(6,242)</u>
Total assets less current liabilities		<u>920</u>	<u>512</u>
Creditors: amounts falling due after more than one year	8	3,516	-
Capital and reserves			
Called up share capital	10	2	2
Income and expenditure account	11	(2,598)	510
Shareholders' funds	9	<u>(2,596)</u>	<u>512</u>
		<u>920</u>	<u>512</u>

The directors have taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 4 to 9 were approved by the board of directors on 27th June 1995.


M N W Greenwood
Director


Mrs M L Faure-Alderson
Director

The notes on pages 6 to 9 form part of these financial statements.

FARA ENTERPRISES LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 1994

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies Act 1985 for small companies.

Format of accounts

The format of the Profit and Loss Account has not been prepared in accordance with the prescribe formats given in Schedule 4 Companies Act 1985. The Profit and Loss Account has been described as the Income and Expenditure Account and no reference has been made to profit or loss which have been described as surplus or deficit. The directors are of the opinion that this presentation reflects more fairly the activity of the company which is the trading entity of a Charitable Trust.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Leasehold land and buildings	Over the period of the lease
Fixtures and fittings	20% straight line basis

Deferred Taxation

Provision is made in respect of accelerated capital allowances and other short term timing differences to the extent that a liability is expected to crystallise in the foreseeable future.

Turnover

This represents UK sales of donated charity goods.

2 Surplus on ordinary activities

	1994 £	1993 £
The surplus is stated after charging		
Auditors' remuneration	1,651	1,200
Operating leases		
Hire of assets	180	90
Rent	75,968	38,603
	<u> </u>	<u> </u>
Depreciation of tangible fixed assets (note 5)		
owned assets	3,758	1,011
	<u> </u>	<u> </u>

3 Charitable donations

	1994 £	1993 £
Charity donations	20,546	20,204
	<u> </u>	<u> </u>

The donations were made to the Faure-Alderson Romanian Appeal, the company's parent undertaking (see note 12)

FARA ENTERPRISES LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 1994

4 Taxation

	1994 £	1993 £
Corporation tax on profit on ordinary activities at 25% (1993 25%)	196	361
Under/(over) provision in earlier years	74	(228)
	<u>270</u>	<u>133</u>

5 Tangible fixed assets

	Fixtures and Fittings £	Land and Buildings £	Total £
Cost or valuation			
1 January 1994	1,395	6,370	7,765
Additions	3,509	2,679	6,188
31 December 1994	<u>4,904</u>	<u>9,049</u>	<u>13,953</u>
Depreciation			
1 January 1994	279	732	1,011
Charge for year	981	2,777	3,758
31 December 1994	<u>1,260</u>	<u>3,509</u>	<u>4,769</u>
Net book amount			
31 December 1994	<u>3,644</u>	<u>5,540</u>	<u>9,184</u>
1 January 1994	<u>1,116</u>	<u>5,638</u>	<u>6,754</u>

6 Debtors

	1994 £	1993 £
Amounts falling due within one year		
Other debtors	9,532	4,884
	<u>9,532</u>	<u>4,884</u>

FARA ENTERPRISES LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 1994

7 Creditors: amounts falling due within one year

	1994 £	1993 £
Trade creditors	5,604	5,051
Owed to parent undertaking	-	9,714
Other creditors	17,167	7,875
	<u>22,771</u>	<u>22,640</u>

8 Creditors: amounts falling due after more than one year

	1994 £	1993 £
Owed to parent undertaking	3,516	-
	<u>3,516</u>	<u>-</u>

9 Reconciliation of movements in shareholders' funds

	1994 £	1993 £
(Deficit)/surplus for the financial year	(3,108)	504
Opening shareholders' funds	<u>512</u>	<u>8</u>
Closing shareholders' funds	<u>(2,596)</u>	<u>512</u>

FARA ENTERPRISES LIMITED

NOTES ON FINANCIAL STATEMENTS

31 December 1994

10 Called up share capital

	1994		1993	
	Number of	£	Number of	£
	shares		shares	
Authorized				
Equity shares				
Authorized share capital	1,000	1,000	1,000	1,000
Alotted called up and fully paid				
Equity shares				
Authorized share capital	2	2	2	2

11 Income and expenditure account

	1994 £
1 January 1994	510
Loss for the year	(3,108)
31 December 1994	(2,598)

12 Ultimate parent undertaking

The company's ultimate parent undertaking at the balance sheet date was the Faure-Alderson Romanian Appeal. This undertaking is a charitable trust and is a registered charity-number 1004911.

13 Capital commitments

There were no capital commitments at the balance sheet date(1993:Nil)

14 Contingent liabilities

There were no contingent liabilities at the balance sheet date(1993:Nil)