

**EXPANDTREAT ENTERPRISES LIMITED**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> APRIL, 1998**

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**COMPANY INFORMATION**

**COMPANY NUMBER** 02805750

**REGISTERED OFFICE** 5 Cecil Street  
Carlisle  
CA1 1NL

**DIRECTOR** M. B. Zima, Esq.  
D.J. Witherington, Esq.,  
I.C. Lancaster, Esq.,

**SECRETARY** M. B. Zima, Esq.

**BANKERS** Barclays Bank PLC.,  
33 English Street,  
Carlisle



**EXPANDTREAT ENTERPRISES LIMITED**

**DIRECTORS REPORT** (Contd.)

**POLITICAL AND CHARITABLE DONATIONS** - None

**AUDITORS**

As the Company is exempt from Audit under the Provisions of Section 249 A (1) no Audit has been undertaken.

BY ORDER OF THE BOARD

A handwritten signature in black ink, appearing to read 'M. B. Zima', with a stylized flourish at the end.

**M. B. ZIMA, ESQ.**

**DIRECTOR**

**1<sup>st</sup> OCTOBER, 1998**

**EXPANDTREAT ENTERPRISES LIMITED**

**STATEMENT OF DIRECTORS RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS**

Directors are required by the Companies Act 1985 to prepare financial statements which give a true and fair view of the state of the Company's affairs at the end of the financial year and of the profit and loss for that period.

It is also the Directors responsibility to maintain adequate accounting records, safeguard the assets of the company and prevent and detect fraud and other irregularities.

The Directors confirm that suitable Accounting Policies, consistently applied and supported by responsible and prudent judgement and estimates, have been used in the preparation of the Financial Statements and that applicable Accounting Standards have been followed.

**BY ORDER OF THE BOARD**

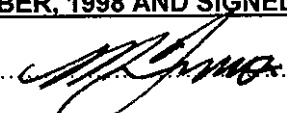
A handwritten signature in black ink, appearing to read 'M. B. Zima', with a stylized flourish at the end.

**M. B. ZIMA, ESQ.**

**DIRECTOR**

**1<sup>st</sup> OCTOBER, 1998**

**EXPANDTREAT ENTERPRISES LIMITED****BALANCE SHEET AS AT 30TH APRIL, 1998****AS AT 30.4.1997**

		<b><u>ASSETS EMPLOYED</u></b>		
		<b><u>FIXED ASSETS</u></b>		
	151265	Tangible Assets (Note 8)		151754
		<b><u>CURRENT ASSETS</u></b>		
405		Debtors (Note 4)	726	
-		Cash at Bank and In Hand	-	
	405		726	
=====			=====	
		<b><u>LESS CURRENT LIABILITIES</u></b>		
7190		Creditors Falling Due Within One Year (Note 5)	9869	
=====			=====	
	[6785]	<b><u>NET CURRENT ASSETS</u></b>		[9143]
	144480	<b><u>TOTAL ASSETS LESS CURRENT LIABILITIES</u></b>		142611
	152641	<b><u>LESS CREDITORS FALLING DUE AFTER ONE YEAR</u></b> (Note 6)		152204
	[8161]	<b><u>NET ASSETS</u></b>		[9593]
	=====			=====
		<b><u>REPRESENTED BY:-</u></b>		
		<b><u>CAPITAL AND RESERVES</u></b>		
	99	Called Up Share Capital (Note 7)		99
	[8620]	<b><u>PROFIT AND LOSS ACCOUNT</u></b>		[9692]
	[8161]	<b><u>CAPITAL EMPLOYED</u></b>		[9593]
	=====			=====
		<p>The Directors consider that the Company is entitled to exemption from the requirement to have an Audit under the provisions of Section 249 A (1) of the Companies Act 1985. Shareholders holding 10% or more of the Company's Share Capital have not issued a notice requiring an Audit. The Directors acknowledge their responsibilities for ensuring that the Company keeps Accounting Records which comply with Section 221 of the Companies Act 1985, and for 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 for the year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to the Accounts so far as applicable to the Company.</p>		
		<p><b><u>APPROVED BY THE BOARD OF DIRECTORS ON</u></b>  <b><u>1ST OCTOBER, 1998 AND SIGNED ON THEIR BEHALF:-</u></b></p>		
		<p>M.B. Zima </p>		

**EXPANDTREAT ENTERPRISES LIMITED****PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH APRIL, 1998****Y.E. 30.4.1997**

		<b><u>INCOME</u></b>		
	20246	Rents Receivable		18544
		<b><u>EXPENSES</u></b>		
5616		Ground Rent and Licence Fee	6332	
101		Insurance	-	
15		Sundry Expenses	15	
250		Legal and Agents Costs	219	
791		Bank Charges	115	
	6773			6681
	13473			11863
	1543	<u>Less</u> Provision for Depreciation		1564
	11930	<b><u>OPERATING PROFIT</u></b>		10299
	11851	<u>Less</u> Interest Payable (Note 2)		11731
	79	<b><u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAX</u></b>		[1432]
	-	<b><u>TAXATION</u></b> (Note 3)		-
	79	<b><u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAX</u></b>		[1432]
	-	<b><u>APPROPRIATIONS</u></b>		-
	79	<b><u>RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR</u></b>		[1432]
	[8339]	Add Retained Earnings B/Fwd.		[8260]
	[8260]	<b><u>RETAINED EARNINGS</u></b>		[9692]
	=====			=====

**NOTES:-**1. Continuing Operations

None of the Company's Activities were acquired or discontinued during the above Financial Period.

2. Total Recognised Gains and Losses

The Company has no recognised Gains or Losses other than the Profit and Loss for the above Financial Period.

**EXPANDTREAT ENTERPRISES LIMITED****NOTES TO THE ACCOUNTS****1. ACCOUNTING POLICIES****(a) Basis of Preparation**

The Company's Financial Statements have been prepared under the Historical Cost Convention and comply with statements of Standard Accounting Practice.

**(b) Turnover**

Turnover represents the Invoiced Value of Services supplied, exclusive of V.A.T. All Turnover is attributable to work carried out in the U.K.

**(c) Cash Flow Statement**

The Accounts do not include a Cash Flow Statement as the Company is a small reporting entity which is exempt from the requirement to prepare such a statement under Financial Reporting Standard No. 1.

**(d) Depreciation**

Depreciation is provided on Tangible Assets at the following rates in order to write off the cost of Assets over their estimated useful lives:-

Long Leasehold Property	1% p.a. on Straight Line on Cost
-------------------------	----------------------------------

**(e) Taxation**

The charge for taxation is based on the results for the year as adjusted for disallowable items.

No provision is made for deferred tax in respect of any timing differences that are unlikely to result in an actual Tax Liability in the foreseeable future.

**2. INTEREST PAYABLE**

	<b><u>1998</u></b>	<b><u>1997</u></b>
Short Term Bank Overdraft Interest	302	13
Bank Loan Interest (Over 5 Year)	<u>11,429</u>	<u>11,838</u>
	11,731	11,851
	=====	=====

**3. TAXATION**

U.K. Corporation Tax on Profits at 21%	NIL	NIL
	=====	=====

**EXPANDTREAT ENTERPRISES LIMITED****NOTES TO THE ACCOUNTS**

4.	<b><u>DEBTORS</u></b>	<b><u>1998</u></b>	<b><u>1997</u></b>
	Trade Debtors	726	-
	Prepayments	-	405
		<u>726</u>	<u>405</u>
		=====	=====
5.	<b><u>CREDITORS FALLING DUE WITHIN ONE YEAR</u></b>		
	Trade Creditors	-	-
	Other Creditors	1,350	852
	Payments in Advance	5,694	1,146
	Bank Overdraft – Barclays Bank PLC	<u>2,825</u>	<u>5,192</u>
		<u>9,869</u>	<u>7,190</u>
		=====	=====
6.	<b><u>CREDITORS FALLING DUE AFTER ONE YEAR</u></b>		
	<u>Barclays Bank Loan</u> (15 Year Term) (Secured on Property)	109,896	114,209
	<u>Directors Loan Accounts</u> (Interest Free; No Fixed Repayment Dates)		
	M.B. Zima, Esq.	12,254	11,066
	D.J. Witherington, Esq.	12,254	11,066
	I.C. Lancaster, Esq.	<u>17,800</u>	<u>16,300</u>
		<u>152,204</u>	<u>152,641</u>
		=====	=====
7.	<b><u>CALLED UP SHARE CAPITAL</u></b>		
	<u>Authorised</u> - 1,000 Ordinary Shares of £1 each	1,000	1,000
		=====	=====
	<u>Issued</u> – 99 Ordinary Shares of £1 each, Fully Paid	99	99
		=====	=====
8.	<b><u>TANGIBLE FIXED ASSETS</u></b>	<b><u>LONG LEASEHOLD PROPERTY</u></b>	<b><u>TOTAL</u></b>
	Cost as at 1.5.1997	154,331	154,331
	Additions	<u>2,053</u>	<u>2,053</u>
	<u>Cost as at 30.4.1998</u>	<u>156,384</u>	<u>156,384</u>
		=====	=====
	Depreciation as at 1.5.97	3,066	3,066
	Provision for Year	<u>1,564</u>	<u>1,564</u>
	<u>Depreciation As At 30.4.1998</u>	<u>4,630</u>	<u>4,630</u>
		=====	=====
	<u>Net Book Value As At 30.4.1997</u>	<u>151,265</u>	<u>151,265</u>
		=====	=====
	<u>Net Book Value As At 30.4.1998</u>	<u>151,754</u>	<u>151,754</u>
		=====	=====