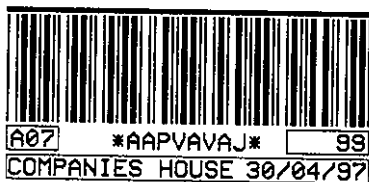


**ZANEX LIMITED**  
**FINANCIAL STATEMENTS**  
**31ST DECEMBER 1995**

**Registered number: 2992098**

**DAVIS & CO**  
**REGISTERED AUDITORS & ACCOUNTANTS**  
**London**



**ZANEX LIMITED**  
**FINANCIAL STATEMENTS**  
**for the period ended 31st December 1995**

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**The following page does not form part of the statutory accounts**

Detailed trading and profit and loss account	Appendix 1
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**ZANEX LIMITED**  
**COMPANY INFORMATION**

**31st December 1995**

Incorporated 18th November 1994

Number 2992098

**DIRECTORS**

Dr S H Ali  
Dr M Baker

**SECRETARY**

Dr S Ali

**REGISTERED OFFICE**

Dan House  
Elveden Road  
Park Royal  
London NW10 7ST

**BANKERS**

National Westminster Bank Plc  
250 Regent Street  
London  
W1A 4RY

**AUDITORS**

Davis & Co  
Registered Auditors & Accountants  
Davis House  
331 Lillie Road  
London  
SW6 7NR

**ZANEX LIMITED**  
**DIRECTORS' REPORT**  
**31st December 1995**

The directors present their report and the audited financial statements for the year ended 31st December 1995.

**Principal activity**

The principal activity of the company is that of property purchase and letting.

**Directors**

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

	<b>31st December 1995</b>
	<b>Ordinary</b>
	<b>shares</b>
Dr S H Ali	-
Dr M Baker	-

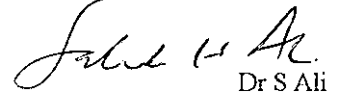
**Auditors**

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

**Small company exemptions**

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

On behalf of the board

  
Dr S Ali  
Secretary  
9th July 1996

Dan House  
Elveden Road  
Park Royal  
London NW10 7ST

## ZANEX LIMITED

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial statements for each financial period 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.

On behalf of the board



Dr S. H. Ali  
Director  
9th July 1996

**ZANEX LIMITED**  
**AUDITORS' REPORT**

**Auditors' report to the members of**

**Zanex Limited**

We have audited the financial statements on pages 5 to 9 which have been prepared under the accounting policies set out on page 7.

**Respective responsibilities of directors and auditors**

As described on page 3, 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.

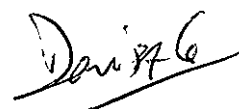
**Basis of opinion**

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

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1995 and of its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Davis & Co  
London  
Registered Auditors & Accountants

9th July 1996

## ZANEX LIMITED

## PROFIT AND LOSS ACCOUNT

for the period ended 31st December 1995

	Note	1995 £
<b>Net operating expenses</b>		
Administrative expenses		(10,087)
Other operating income		43,489
<b>Operating profit</b>	2	33,402
Interest payable	3	(19,080)
<b>Profit on ordinary activities before taxation</b>		14,322
Taxation		-
<b>Profit on ordinary activities after taxation</b>		14,322
<b>retained for the period</b>	9	

Movements in reserves are shown in note 9.

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

There are no recognised gains and losses in 1995 other than the profit for the period.

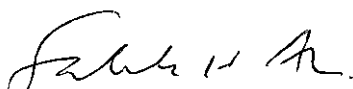
ZANEX LIMITED  
BALANCE SHEET  
at 31st December 1995

6

	Note	1995 £	£
<b>Fixed assets</b>			
Tangible assets	4		531,341
<b>Current assets</b>			
Debtors	5	2,592	
Cash at bank and in hand		1,806	
		<u>4,398</u>	
<b>Creditors:</b> amounts falling due within one year	6	(521,216)	
<b>Net current liabilities</b>			<u>(516,818)</u>
<b>Total assets less current liabilities</b>			<u>14,523</u>
<b>Capital and reserves</b>			
Called up share capital	8		201
Profit and loss account	9		14,322
<b>Total shareholders' funds</b>	7		<u>14,523</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 5 to 9 were approved by the board of directors on 9th July 1996.



Dr S. H. Ali  
Director



## NOTES ON FINANCIAL STATEMENTS

31st December 1995

**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 Sections 246 to 247 of the Companies Act 1985 for small companies.

**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:

Office equipment	4 years
------------------	---------

**Deferred taxation**

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

**2 Operating profit**

	1995 £
Operating profit is stated after crediting	
Net rental income	43,150
Interest receivable	339
	<hr/>
and after charging	
Auditors' remuneration	1,200
	<hr/>
Depreciation of tangible fixed assets (note 4)	
owned assets	547
	<hr/>

**3 Interest payable**

	1995 £
Interest payable	19,080
	<hr/>

## ZANEX LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st December 1995

## 4 Tangible fixed assets

	Land and Buildings £	Plant and Machinery etc £	Total £
<b>Cost or valuation</b>			
Additions	529,660	2,228	531,888
31st December 1995	529,660	2,228	531,888
<b>Depreciation</b>			
Charge for period	-	(547)	(547)
31st December 1995	-	547	547
<b>Net book amount</b>			
31st December 1995	529,660	1,681	531,341

## 5 Debtors

	1995 £
<b>Amounts falling due within one year</b>	
Other debtors	2,592
	2,592

## 6 Creditors: amounts falling due within one year

	1995 £
Bank loans	227,759
Other loans	292,257
Other creditors	1,200
	521,216

## NOTES ON FINANCIAL STATEMENTS

31st December 1995

## 7 Reconciliation of movements in shareholders' funds

	1995 £
<b>Profit for the financial period</b>	14,322
New share capital subscribed	201
<b>Net addition to shareholders' funds</b>	14,523
Opening shareholders' funds	-
<b>Closing shareholders' funds</b>	14,523

## 8 Called up share capital

	Number of shares	1995 £
<b>Authorised</b>		
Authorised share capital - ords. number	1,000	1,000
<b>Allotted called up and fully paid</b>		
Authorised share capital - ords. number	201	201

## 9 Profit and loss account

	1995 £
Retained profit for the period	14,322