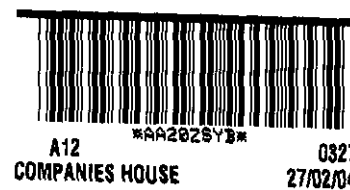


AMERICAN PIZZA SLICE LIMITED
REGISTRATION NO: 3551835
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 2003



Verinder & Associates
Chartered Accountants

1-3 Crosby Road South
Liverpool L22 1RG

AMERICAN PIZZA SLICE LIMITED

DIRECTORS REPORT

The Directors present their report and the financial statements for the year ended 30th April 2003.

1. Activities

The principal activity of the Company was that of providing fast food and other sundries.

2. Review of the Business

The Company has performed as expected during the year. Further details of the Company's performance are given in the Profit and Loss Account on page 3. The position at the end of the year is set out in the Balance Sheet on page 4, indicates that the Company is insolvent. The Director of the Company has agreed not to recall monies due to him if it means that other creditors will not be paid in full, thus allowing the Company to continue trading on a going concern basis.

3. Dividends and Transfers to Reserves

No dividend was paid on the 30th April 2003. The loss incurred was £21,509 and £21,509 was deducted from Reserves.

4. Fixed Assets

Movements in the year are shown in Note 7 to the financial statements.

5. Directors

The Directors of the Company and their immediate families, and their shareholdings during the year were as follows:-

	£1 Ordinary Shares <u>30.4.2003</u>
Mr. P. Canning (appointed 23rd April 1998)	200
	<hr/>
	200
	<hr/>

The Directors had no material interest during the year in any contract with the Company which is of significance to the business of the Company.

6. Statement of Directors' Responsibilities

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

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continued 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.

7. Political and Charitable Donations

No political contributions were made during the year. Charitable donations amounted to less than £200.

8. Future Prospects

The Directors consider that the Company will improve its performance in the next financial year.

9. Close Company Status

The Company is a Close Company within the meaning of the Income Tax and Corporation Taxes Act 1988.

Signed on Behalf of the Board



P. Canning
Director

16th February 2004

AMERICAN PIZZA SLICE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH APRIL 2003

	<u>Notes</u>	2003 £	2002 £
SALES - Continuing Operations		129,641	82,339
Operating Profit/(Loss) - Continuing Operations	2	(21,459)	(54,127)
Interest Received	4	4	-
Interest Payable and Similar Charges	5	(54)	-
Profit/(Loss) on Ordinary Activities Before Taxation		(21,509)	(54,127)
Taxation on Profit/(Loss) on Ordinary Activities	6	-	-
Profit/(Loss) on Ordinary Activities After Taxation		(21,509)	(54,127)
Dividend Paid	7	-	-
Retained Profit/(Loss) for the Year		(21,509)	(54,127)
Profit and Loss Account B/Fwd		(54,127)	-
Profit and Loss Account C/Fwd		(75,636)	(54,127)

The Company has no recognised gains and losses other than those included in the Profit/(Loss) above and therefore no separate statement of total recognised gains and losses has been presented. There have been no discontinued activities or acquisitions in the current year or preceding period.

There is no difference between the Profit/(Loss) on ordinary activities before taxation and the retained Profit/(Loss) for the year stated above, and their historical cost equivalents.

AMERICAN PIZZA SLICE LIMITED
BALANCE SHEET AS AT 30TH APRIL 2003

	<u>Notes</u>	<u>2003</u>	<u>2002</u>
		<u>£</u>	<u>£</u>
<u>FIXED ASSETS</u>			
Tangible Fixed Assets	8	53,099	64,868
<u>CURRENT ASSETS</u>			
Stock	9	1,500	500
Other Debtors	10	1,291	-
Cash at Bank and In Hand		-	1,929
		<u>2,791</u>	<u>2,429</u>
<u>CREDITORS: Amounts Falling Due Within One Year</u>	11	3,126	2,916
		<u>355</u>	<u>(487)</u>
<u>NET CURRENT ASSETS/(LIABILITIES)</u>			
TOTAL ASSETS LESS CURRENT LIABILITIES		52,764	64,381
<u>CREDITORS: Amounts Falling Due After More Than One Year</u>	12	128,200	118,308
		<u>(75,436)</u>	<u>(53,927)</u>
<u>SHARE CAPITAL AND RESERVES</u>			
Share Capital - Equity	13	200	200
Profit and Loss Account - Equity		<u>(75,636)</u>	<u>(54,127)</u>
Shareholders' Funds	14	<u>(75,436)</u>	<u>(53,927)</u>

For the year in question the Company was entitled to exemption under subsection (1) of Section 249A of the Companies Act 1985.

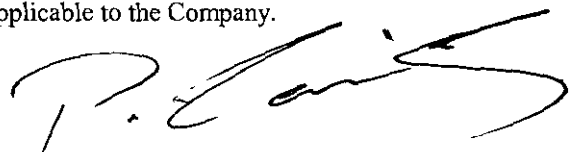
No notice has been deposited under subsection (2) of Section 249B.

The Directors' acknowledge their responsibility for;

- i) ensuring that the Company keeps proper accounting records which comply with section 221, and
- ii) preparing accounts which give a true and fair view of the state of affairs of the Company as at 30th April 2003 and of its profit for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to Accounts, so far as is applicable to the Company.

Mr P Canning

)
) Director
)



16th February 2004

AMERICAN PIZZA SLICE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL 2003

1. Accounting Policies

1.1 Basis of Accounting

The financial statements have been prepared under the historical cost accounting rules and comply with applicable Statements of Standard Accounting Practice and Financial Reporting Standards.

1.2 Depreciation

Depreciation is provided so as to write off the assets cost, or valuation over its estimated useful economic life. The following rates have been used;

Fixtures & Fittings/Equipment	25% Reducing Balance
Leasehold Improvements	9 Years Straight Line

1.3 Stock

Stock is stated at the lower of cost and net realisable value.

1.4 Deferred Taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the Directors, there is a reasonable probability that the liability will not arise in the foreseeable future.

1.5 Turnover

Turnover is derived from the Company's ordinary activities and is stated net of Value Added Tax.

1.6 Cash Flow Statement

The Company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

AMERICAN PIZZA SLICE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2003

(Continued)

2. Operating Profit

	2003	2002
	£	£
<u>Continuing Operations:</u>		
Sales	129,641	82,339
Cost of Sales	60,682	40,525
	<hr/>	<hr/>
Gross Profit	68,959	41,814
Administrative Expenses	(90,418)	(95,941)
	<hr/>	<hr/>
Operating Profit/Loss	(21,459)	(54,127)
	<hr/>	<hr/>
Costs and Expenses Include the Following:-		
	£	£
Depreciation	13,196	15,993
Staff Costs (see note 3)	-	30,039
	<hr/>	<hr/>

3. Staff Costs (Including Directors Emoluments)

	£	£
Wages and Salaries	37,091	29,696
Social Security Costs	893	343
	<hr/>	<hr/>
	37,984	30,039
	<hr/>	<hr/>
Average Number of Persons Employed by the Company During the Year;		
	<u>No:</u>	<u>No:</u>
Management	1	1
Workshop Staff	7	7
	<hr/>	<hr/>
	8	8
	<hr/>	<hr/>
Directors Emoluments Including Pension Contributions;		
	£	£
Fees	-	-
Other Emoluments	8,900	4,800
	<hr/>	<hr/>

AMERICAN PIZZA SLICE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2003

(Continued)

4. <u>Interest Received</u>	2003	2002
	£	£
	4	-
	<hr/>	<hr/>

5. Interest Payable and Similar Charges

On Bank Loans, Overdrafts and Other Loans	54	-
	<hr/>	<hr/>

6. Tax on Profit on Ordinary Activities

	£	£
Corporation Tax @ 20% on Profits on Ordinary Activities	-	-
	<hr/>	<hr/>

7. Dividend

	£	£
Paid on £1 Ordinary Shares on 30th April 2002	-	-
	<hr/>	<hr/>

8. Tangible Fixed Assets

	Leasehold Improvements £	Plant / Equipment/ Fixtures/ Fittings £	Total £
<u>At Cost</u>			
Opening Balance @ 1/5/2002	30,397	50,464	80,861
Additions	-	1,427	1,427
	<hr/>	<hr/>	<hr/>
Closing Balance @ 30/4/2003	30,397	51,891	82,288
	<hr/>	<hr/>	<hr/>
<u>Depreciation</u>			
Opening Balance @ 1/5/2002	3,377	12,616	15,993
Charge for the Year	3,377	9,819	13,196
	<hr/>	<hr/>	<hr/>
Closing Balance @ 30/4/2003	6,754	22,435	29,189
	<hr/>	<hr/>	<hr/>
<u>Net Book Value</u>			
Closing Balance @ 30.4.2003	23,643	29,456	53,099
	<hr/>	<hr/>	<hr/>
Closing Balance @ 30.04.2002	27,020	37,848	64,868
	<hr/>	<hr/>	<hr/>

AMERICAN PIZZA SLICE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2003

(Continued)

9. Stock

	2003	2002
	<u>£</u>	<u>£</u>
Materials	1,500	500
	<hr/>	<hr/>

10. Debtors

	<u>£</u>	<u>£</u>
Other Debtors	1,291	-
	<hr/>	<hr/>

11. Creditors: Amounts Falling Due Within One Year

	<u>£</u>	<u>£</u>
Trade Creditors	150	865
Other Taxes and Social Security Costs	934	2,051
Bank Loans and Overdrafts	2,042	-
	<hr/>	<hr/>
	3,126	2,916
	<hr/>	<hr/>

12. Creditors: Amounts Falling Due After More Than One Year

	<u>£</u>	<u>£</u>
Directors Loan Account	128,200	118,308
	<hr/>	<hr/>

Borrowings Repayable Beyond One Year Are as Follows;

	<u>£</u>	<u>£</u>
- Between One and Two Years	-	-
- Between Two and Five Years		
Directors Loan Account	128,200	118,308
	<hr/>	<hr/>
	128,200	118,308
	<hr/>	<hr/>

AMERICAN PIZZA SLICE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2003

(Continued)

13. Share Capital

	Authorised		Allotted, Called Up	
	No of Shares		and Fully Paid	
<u>2003 and 2002</u>		£	No of Shares	£
Ordinary Shares of £1 each	200	200	200	200
	—	—	—	—

14. Reconciliation of Movements in Shareholders' Funds

	2003	2002
	£	£
Profit for the Financial Year	(75,636)	(54,127)
Issue of Share Capital	200	200
	—	—
Opening Shareholders' Funds	-	-
	—	—
Closing Shareholders' Funds	(75,436)	(53,927)
	—	—

15. Capital Commitments

	£	£
Contracted for but not yet Committed	NIL	NIL
	—	—

16. Contingent Liabilities

There were no Contingent Liabilities at 30th April 2003.

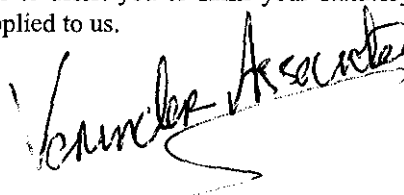
17. Related Parties

During the year, Mr. P. Canning, a Company Director provided finance to the Company of £118,308. At 30th April 2002, Mr. P. Canning was owed £118,308 by the Company. Further details can be found in Note 10 to the Accounts.

No amounts were written off in respect of related party transactions and no provisions are considered necessary.

ACCOUNTANTS' REPORT
ON THE UNAUDITED ACCOUNTS
TO THE DIRECTORS OF
AMERICAN PIZZA SLICE LIMITED

As described on the Balance Sheet you are responsible for the preparation of the accounts for the year ended 30th April 2003 set out on pages 3 to 9, and you consider that the Company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information, and explanations supplied to us.

A handwritten signature in black ink, appearing to read 'Verinder & Associates', is written over a horizontal line.

VERINDER & ASSOCIATES
CHARTERED ACCOUNTANTS

1-3 Crosby Road South
Liverpool L22 1RG

AMERICAN PIZZA SLICE LIMITED
DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH APRIL 2003

	2003			2002		
	£	£	£	£	£	£
Sales			129,641			82,339
Cost of Sales						
Opening Stock		500			-	
Purchases		61,682			41,025	
Closing Stock		<u>(1,500)</u>	<u>60,682</u>		<u>(500)</u>	<u>40,525</u>
Gross Profit			68,959			41,814
Interest Received			4			-
Expenses						
Employee Costs:-						
Staff Wages			37,984			30,039
Premises Costs:-						
Rent/Rates	19,409			29,371		
Heat/Light	<u>5,053</u>	24,462		<u>2,233</u>	31,604	
Repairs		3,766			6,967	
Motor expenses		6,237			-	
General Admin Expenses:-						
Printing/Postage/Stationery	-			123		
Telephone and Fax	<u>930</u>	930		<u>1,070</u>	1,193	
Advertising, Promotion & Entertainment		209			1,818	
Legal & Professional:-						
Professional Fees	-			5,000		
Accountancy/Bookkeeping	<u>1,800</u>	1,800		<u>1,800</u>	6,800	
Other Finance Charges:-						
Bank Charges		442			90	
Bank Interest		54			-	
Depreciation and (Profit)/Loss on Sale:-						
Depreciation		13,196			15,993	
Other Expenses:-						
Sundries	50			148		
Insurance	<u>1,342</u>	<u>1,392</u>	<u>90,472</u>	<u>1,289</u>	<u>1,437</u>	<u>95,941</u>
Net Profit/(Loss) for the Year			<u>(21,509)</u>			<u>(54,127)</u>