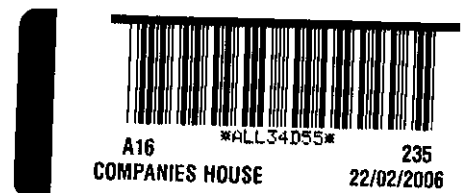


THE GREEN ELEPHANT PUB COMPANY LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MAY 2005



THE GREEN ELEPHANT PUB COMPANY LTD

FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2005

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THE GREEN ELEPHANT PUB COMPANY LTD
COMPANY INFORMATION

The board of directors

Mr R W A Manners
Mr G G Manners

Company secretary

Mr R W A Manners

Date of incorporation

2 June 2000

Registered office

Lynton House
7 - 12 Tavistock Square
London
WC1H 9BQ

THE GREEN ELEPHANT PUB COMPANY LTD

THE DIRECTORS' REPORT

YEAR ENDED 31 MAY 2005

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31 May 2005.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of a public house.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 May 2005	At 1 June 2004
Mr R W A Manners	-	-
Mr G G Manners	-	-

The company is a fully owned subsidiary of Orange Giraffe Holdings Limited. The directors, together with other family members, hold 100% of the issued share capital of the parent company.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
Lynton House
7 - 12 Tavistock Square
London
WC1H 9BQ

Signed by order of the directors



MR R W A MANNERS
Company Secretary

Approved by the board on 20/2/06

THE GREEN ELEPHANT PUB COMPANY LTD

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MAY 2005

	Note	2005 £	2004 £
TURNOVER		577,920	557,357
Cost of sales		(239,152)	(235,151)
GROSS PROFIT		338,768	322,206
Administrative expenses		(293,426)	(311,034)
Other operating income	2	14,915	16,330
OPERATING PROFIT	3	60,257	27,502
Interest payable and similar charges		(6,036)	(6,219)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		54,221	21,283
Tax on profit on ordinary activities		(11,896)	(5,497)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		42,325	15,786
Equity dividends paid		(68,500)	(20,000)
LOSS FOR THE FINANCIAL YEAR		(26,175)	(4,214)
Balance brought forward		26,379	30,593
Balance carried forward		204	26,379

The notes on pages 5 to 7 form part of these financial statements.

THE GREEN ELEPHANT PUB COMPANY LTD

BALANCE SHEET

AS AT 31 MAY 2005

	Note	2005 £	£	2004 £	£
FIXED ASSETS					
Intangible assets	4		15,000		16,000
Tangible assets	5		116,298		128,023
			<u>131,298</u>		<u>144,023</u>
CURRENT ASSETS					
Stocks		7,713		5,463	
Debtors	6	10,913		16,401	
Cash at bank and in hand		<u>43,173</u>		<u>33,547</u>	
		61,799		55,411	
CREDITORS: Amounts falling due within one year	7	<u>(115,026)</u>		<u>(83,506)</u>	
NET CURRENT LIABILITIES			<u>(53,227)</u>		<u>(28,095)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			78,071		115,928
CREDITORS: Amounts falling due after more than one year	8		<u>(77,767)</u>		<u>(89,449)</u>
			<u>304</u>		<u>26,479</u>
CAPITAL AND RESERVES					
Called-up equity share capital	10		100		100
Profit and loss account			204		26,379
SHAREHOLDERS' FUNDS			<u>304</u>		<u>26,479</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 20/2/06 and are signed on their behalf by:



 MR R W A MANNERS

The notes on pages 5 to 7 form part of these financial statements.

THE GREEN ELEPHANT PUB COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2005

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill over 20 years

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold property over the period of the lease
Fixtures, furniture and equipment 20% reducing balance method

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. OTHER OPERATING INCOME

	2005	2004
	£	£
Rent receivable	<u>14,915</u>	<u>16,330</u>

3. OPERATING PROFIT

Operating profit is stated after charging:

	2005	2004
	£	£
Amortisation	1,000	1,000
Depreciation of owned fixed assets	<u>18,677</u>	<u>18,142</u>

THE GREEN ELEPHANT PUB COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2005

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 June 2004 and 31 May 2005	<u>20,000</u>
AMORTISATION	
At 1 June 2004	4,000
Charge for the year	<u>1,000</u>
At 31 May 2005	<u>5,000</u>
NET BOOK VALUE	
At 31 May 2005	<u>15,000</u>
At 31 May 2004	<u>16,000</u>

5. TANGIBLE FIXED ASSETS

	Leasehold property £	Fixtures, furniture & equipment £	Total £
COST			
At 1 June 2004	166,360	38,274	204,634
Additions	—	<u>6,952</u>	<u>6,952</u>
At 31 May 2005	<u>166,360</u>	<u>45,226</u>	<u>211,586</u>
DEPRECIATION			
At 1 June 2004	55,453	21,158	76,611
Charge for the year	<u>13,863</u>	<u>4,814</u>	<u>18,677</u>
At 31 May 2005	<u>69,316</u>	<u>25,972</u>	<u>95,288</u>
NET BOOK VALUE			
At 31 May 2005	<u>97,044</u>	<u>19,254</u>	<u>116,298</u>
At 31 May 2004	<u>110,907</u>	<u>17,116</u>	<u>128,023</u>

6. DEBTORS

	2005 £	2004 £
Other debtors	<u>10,913</u>	<u>16,401</u>

THE GREEN ELEPHANT PUB COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2005

7. CREDITORS: Amounts falling due within one year

	2005	2004
	£	£
Bank loans and overdrafts	14,884	15,615
Trade creditors	26,926	28,412
Corporation tax	11,896	5,497
Other taxation and social security	18,112	18,672
Other creditors	43,208	15,310
	<u>115,026</u>	<u>83,506</u>

8. CREDITORS: Amounts falling due after more than one year

	2005	2004
	£	£
Bank loans and overdrafts	<u>77,767</u>	<u>89,449</u>

9. RELATED PARTY TRANSACTIONS

The company was under the control of Messrs R W A Manners and G G Manners throughout the current and previous year. Messrs Manners and Manners are joint managing directors of the company and together with other family members, are the shareholders of Orange Giraffe Holdings Limited, which in turn is the sole shareholder of The Green Elephant Pub Company Limited.

At the balance sheet date, an amount of £100 (2004: £100) was owed to The Green Elephant Pub Company Limited by Orange Giraffe Holdings Limited. An amount of £6,205 (2004: £3,000) was also owed at that date by Purple Tiger Pub Co Limited, nil (2004: 12,000) by Yellow Bear Pub Co Limited and £38,697 (2004: £3,013) was owed by The Orange Giraffe Pub Company Limited, fellow subsidiaries of Orange Giraffe Holdings Limited.

All amounts are interest free and repayable on demand.

10. SHARE CAPITAL

Authorised share capital:

	2005	2004
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2005		2004	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>