

REGISTRAR

REG. NO 676708

MERRIVALE (GREAT YARMOUTH) LIMITED
REPORT AND ACCOUNTS
YEAR ENDED 31 JANUARY 1995

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MERRIVALE (GREAT YARMOUTH) LIMITED

DIRECTORS

L B Barron (chairman)
F H Holmes

SECRETARY

M D Futter

AUDITORS

A C Tooke & Co
Certified Accountants
42 Baker Street
Gorleston
Great Yarmouth
Norfolk
NR31 6QT

REGISTERED OFFICE

Ventureforth House
South Denes Road
Great Yarmouth
Norfolk
NR30 3PT

REPORT OF THE DIRECTORS

YEAR ENDED 31 JANUARY 1995

The directors submit their Annual Report and Accounts for the year ended 31 January 1995.

DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare accounts that give a true and fair view of the state of affairs of the company and of the profit or loss for its financial year. In doing so the directors are required to:-

- * select suitable accounting policies and apply them consistently;
- * make judgments and estimates that are reasonable and prudent;
- * state whether applicable accounting procedures have been followed subject to any material departures disclosed and explained in the accounts;
- * prepare the accounts on the going concern basis unless it is inappropriate to presume the company will continue in business.

The directors are responsible for maintaining proper accounting records that disclose, with reasonable accuracy, at any time, the financial position of the company, and to enable them to ensure that the accounts 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.

REVIEW OF ACTIVITIES AND POST BALANCE SHEET EVENTS

The company's main activity is that of proprietors of a model village. The directors hope for an increase in the future level of activity.

DIVIDENDS

The directors do not recommend the payment of a dividend.

MERRIVALE (GREAT YARMOUTH) LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

DIRECTORS

Mr L B Barron and Mr F A Holmes held office throughout the year. Mr F A Holmes resigned on 8 March 1995 and Mr F H Holmes was appointed in his place.

DIRECTORS' INTERESTS IN THE SHARES OF THE COMPANY

The interests of the directors of the company at 31 January 1995 in the shares of the company, according to the register required to be kept by the Companies Act were as follows:-

	At 1 February 1994		At 31 January 1995	
	Ordinary £1 Shares	Preference 50p Shares	Ordinary £1 Shares	Preference 50p Shares
F A Holmes	6,825	6,825	6,825	6,825
L B Barron	6,825	6,825	6,825	6,825

In accordance with the Articles of Association, Mr F H Holmes will retire by rotation and, being eligible, offers himself for re-election.

FIXED ASSETS

Movements in fixed assets are shown in the notes to the accounts.

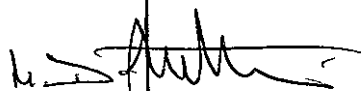
MARKET VALUE OF INTERESTS IN LAND

In the opinion of the directors, the current open market value on an existing use basis of leasehold property exceeds the amount at which it is included in the Balance Sheet at 31 January 1995.

AUDITORS

A C Tooke & Co have indicated their willingness to continue in office and a resolution to reappoint them will be proposed at the Annual General Meeting.

BY ORDER OF THE BOARD



M D FUTTER
Secretary

REPORT OF THE AUDITORS TO THE MEMBERS OF
MERRIVALE (GREAT YARMOUTH) LIMITED
YEAR ENDED 31 JANUARY 1995

We have audited the accounts on pages 4 to 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described in the Directors Report, the company's directors are responsible for the preparation of accounts. It is our responsibility as auditors to form an independent opinion, based on our audit, of those accounts and to report our opinion to you.

BASIS OF OPINION

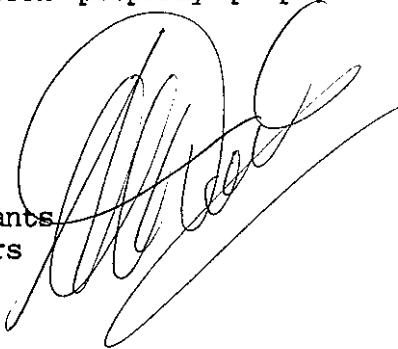
We conducted our audit in accordance with auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the accounts, 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 that we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the accounts.

OPINION

In our opinion, the accounts give a true and fair view of the state of the company's affairs at 31 January 1995 and of its results for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

A C Tooke & Co
Certified Accountants
Registered Auditors
42 Baker Street
Gorleston
Great Yarmouth
Norfolk



MERRIVALE (GREAT YARMOUTH) LIMITED
 PROFIT AND LOSS ACCOUNT
 YEAR ENDED 31 JANUARY 1995

	<u>Notes</u>	<u>1995</u>	<u>1994</u>
TURNOVER		115,876	102,724
Cost of sales		<u>(17,674)</u>	<u>(11,891)</u>
GROSS PROFIT		98,202	90,833
Administration expenses		(99,140)	(86,012)
Other operating income		<u>1,593</u>	<u>2,387</u>
OPERATING PROFIT	2	655	7,208
Interest receivable		<u>11</u>	<u>8</u>
		666	7,216
Interest payable	5	<u>(248)</u>	<u>(529)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		418	6,687
Tax on profit on ordinary activities	6	<u>1,593</u>	<u>(2)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		2,011	6,685
Retained loss brought forward		<u>(16,890)</u>	<u>(23,575)</u>
RETAINED LOSS CARRIED FORWARD		<u><u>(14,879)</u></u>	<u><u>(16,890)</u></u>

MERRIVALE (GREAT YARMOUTH) LIMITED

BALANCE SHEET

31 JANUARY 1995

	<u>Note</u>	<u>1995</u>	<u>1994</u>
FIXED ASSETS			
Tangible assets	7	25,488	30,792
CURRENT ASSETS			
Stocks		5,300	4,882
Debtors	8	5,581	7,333
Cash at bank and in hand		146	11
		<u>11,027</u>	<u>12,226</u>
CREDITORS			
Amounts falling due within one year	9	<u>30,919</u>	<u>39,433</u>
NET CURRENT LIABILITIES		(19,892)	(27,207)
NET ASSETS		<u>5,596</u>	<u>3,585</u>
CAPITAL AND RESERVES			
Called up share capital	11	20,475	20,475
Profit and Loss Account		(14,879)	(16,890)
		<u>5,596</u>	<u>3,585</u>

APPROVED BY THE BOARD 9661 AON £ -

.....F H HOLMES)
L BARRON) DIRECTORS

- 3 NOV 1995

MERRIVALE (GREAT YARMOUTH) LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 JANUARY 1995

1. ACCOUNTING POLICIES

(a) Basis of Accounting

These accounts have been prepared under the historical cost convention.

(b) Depreciation

Depreciation is calculated to write off the cost or valuation less estimated residual values of tangible fixed assets over their expected useful lives to the business. The annual depreciation rates and methods are as follows:-

Leasehold property and buildings	4%	straight line
Equipment	20%	straight line
Models, boats and amusement machines	25%	straight line
Vehicles	25%	straight line

(c) Stocks

Stocks are stated at the lower of cost and net realisable value.

(d) Deferred taxation

Provisions are made so that the deferred taxation account represents corporation tax calculated on the liability method in respect of the excess of tax allowances given for fixed assets over the depreciation provided.

(e) Pension Scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The charge in the Profit and Loss Account represents the contributions payable by the company to the fund for the year.

2. OPERATING PROFIT

	<u>1995</u>	<u>1994</u>
Operating profit is stated after charging:		
Administrative expenses including		
Rental of premises	16,000	16,000
Depreciation	10,330	11,831
Directors emoluments	13,707	14,006
Auditors remuneration	830	800
	<u> </u>	<u> </u>
And after crediting:		
Other operating income		
Rents receivable less outgoings	<u>1,593</u>	<u>2,387</u>

MERRIVALE (GREAT YARMOUTH) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 JANUARY 1995

3. STAFF COSTS

	<u>1995</u>	<u>1994</u>
The cost of employing staff including directors was:		
Wages and salaries	34,755	28,259
Social security costs	2,091	1,910
Pension costs	<u>2,016</u>	<u>2,016</u>
	<u>38,862</u>	<u>32,185</u>

The average weekly number of employees during the year was:

Permanent staff	2	4
Seasonal staff	<u>6</u>	<u>3</u>
	8	7
	<u>==</u>	<u>==</u>

4. DIRECTORS EMOLUMENTS

Management remuneration	10,788	11,990
Pension contributions	<u>2,016</u>	<u>2,016</u>
	<u>12,804</u>	<u>14,006</u>

The figure for management remuneration includes estimated taxable benefits of £1,788 (1994 - £2,990).

5. INTEREST PAYABLE

On bank loans, overdrafts and other loans wholly repayable within 5 years:

Finance lease and hire purchase contracts		
Repayable by instalments	-	76
Bank overdraft	<u>248</u>	<u>453</u>
	<u>248</u>	<u>529</u>
	<u>==</u>	<u>==</u>

6. TAXATION

UK corporation tax at 25% on the profit adjusted for tax purposes	3	2
Adjustment for earlier years	<u>(1,596)</u>	<u>-</u>
	<u>(1,593)</u>	<u>2</u>
	<u>==</u>	<u>==</u>

The company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

MERRIVALE (GREAT YARMOUTH) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 JANUARY 1995

7. TANGIBLE FIXED ASSETS

	<u>Leasehold Property and Buildings</u>	<u>Equipment</u>	<u>Models Boats and Amusement Machines</u>	<u>Vehicles</u>	<u>Total</u>
COST					
At 1 February 1994	67,897	30,593	105,892	13,895	218,277
Additions	-	200	4,826	-	5,026
At 31 January 1995	67,897	30,793	110,718	13,895	223,303
DEPRECIATION					
At 1 February 1994	51,536	28,049	97,271	10,629	187,485
Charge for the year	2,021	866	5,177	2,266	10,330
At 31 January 1995	53,557	28,915	102,448	12,895	197,815
NET BOOK VALUE					
At 31 January 1995	14,340	1,878	8,270	1,000	25,488
At 31 January 1994	16,361	2,544	8,621	3,266	30,792

8. DEBTORS

	<u>1995</u>	<u>1994</u>
Amounts falling due within one year:		
Other debtors	-	1,126
Prepayments and accrued income	5,581	6,207
	<u>5,581</u>	<u>7,333</u>

9. CREDITORS

Amounts falling due within one year:		
Bank overdrafts	7,905	443
Trade creditors	8,362	14,172
UK corporation tax	3	2
Tax and social security costs	3,418	998
Other creditors	4,169	4,169
Accruals and deferred income	7,062	19,649
	<u>30,919</u>	<u>39,433</u>

Secured creditors included above are as follows:-

Bank overdrafts - secured by a fixed charge over the leasehold property of the company	<u>7,905</u>	<u>443</u>
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MERRIVALE (GREAT YARMOUTH) LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 JANUARY 1995

10. OPERATING LEASE COMMITMENTS

	<u>1995</u>		<u>1994</u>	
	<u>Land and Buildings</u>	<u>Other Assets</u>	<u>Land and Buildings</u>	<u>Other Assets</u>
Annual commitments under operating leases				
Operating leases expiring: After 5 years	<u>16,000</u>	<u>-</u>	<u>16,000</u>	<u>-</u>
Annual commitments at 31 January 1995	<u>16,000</u>	<u>-</u>	<u>16,000</u>	<u>-</u>

11. SHARE CAPITAL

	<u>Number 1995</u>	<u>Value 1995</u>	<u>Number 1994</u>	<u>Value 1994</u>
Authorised:				
Ordinary shares of £1 each	18,175	18,175	18,175	18,175
3.00% preference shares of 50p each	<u>13,650</u>	<u>6,825</u>	<u>13,650</u>	<u>6,825</u>
	<u>31,825</u>	<u>25,000</u>	<u>31,825</u>	<u>25,000</u>
Issued and fully paid:				
Ordinary shares of £1 each	13,650	13,650	13,650	13,650
3.00% preference shares of 50p each	<u>13,650</u>	<u>6,825</u>	<u>13,650</u>	<u>6,825</u>
	<u>27,300</u>	<u>20,475</u>	<u>27,300</u>	<u>20,475</u>

12. TRANSACTIONS WITH DIRECTORS

During the year a total amount of £3,000 for bookkeeping services was paid to Francis Holmes Investment company, a company in which Mr F A Holmes has a beneficial interest.

MERRIVALE (GREAT YARMOUTH) LIMITED
 TRADING AND PROFIT AND LOSS ACCOUNT
 YEAR ENDED 31 JANUARY 1995

	<u>1995</u>	<u>1994</u>
SALES	115,876	102,724
Cost of sales	(17,674)	(11,891)
GROSS PROFIT	<u>98,202</u>	<u>90,833</u>
OTHER INCOME		
Deposit interest receivable	11	8
Rent receivable	<u>1,593</u>	<u>2,387</u>
	<u>1,604</u>	<u>2,395</u>
	<u>99,806</u>	<u>93,228</u>
OVERHEAD EXPENSES		
• Distribution	5,245	2,003
Establishment	33,886	31,008
Office and administration	59,415	52,180
Finance	<u>842</u>	<u>1,350</u>
	<u>(99,388)</u>	<u>(86,541)</u>
NET PROFIT BEFORE TAXATION	<u><u>418</u></u>	<u><u>6,687</u></u>

MERRIVALE (GREAT YARMOUTH) LIMITED

SCHEDULE OF OVERHEAD EXPENSES

YEAR ENDED 31 JANUARY 1995

	<u>1995</u>	<u>1994</u>
DISTRIBUTION		
Advertising	<u>5,245</u>	<u>2,003</u>
ESTABLISHMENT		
Rent	16,000	16,000
Rates	6,683	6,559
Insurance	2,587	2,419
Light and heat	2,986	2,868
Repairs and maintenance	<u>5,630</u>	<u>3,162</u>
	<u>33,886</u>	<u>31,008</u>
OFFICE AND ADMINISTRATION		
Wages	25,755	19,259
Employers NIC	1,188	1,137
Motor and travelling	3,161	2,081
General expenses	764	449
Professional and legal fees	3,091	1,893
Audit and accountancy	830	800
Postage and telephone	267	276
Depreciation - leasehold property and buildings	2,021	2,021
equipment	866	1,037
models, boats and amusement machines	5,177	5,549
vehicles	2,266	3,224
Licences and permits	2,110	2,665
Directors remuneration - L B Barron	9,000	9,000
pension contributions	2,016	2,016
national insurance contributions	903	773
	<u>59,415</u>	<u>52,180</u>
FINANCE		
Bank charges	594	821
Bank overdraft interest	248	453
Hire purchase interest	-	76
	<u>842</u>	<u>1,350</u>