

PARSHA LIMITED

(A Charity Company Limited by Guarantee)

Company No. 1064310

**ACCOUNTS FOR THE YEAR ENDED
31ST AUGUST 1996**

SUGARWHITE ASSOCIATES

Chartered Accountants

250/256 St Ann's Road

London N15 5BN



REPORT OF THE DIRECTORS

The Directors present their report with the accounts of the Company for the year ended 31st August 1996.

1. PRINCIPAL ACTIVITY

The company's principal activity during the year was to support Beis Yaakov Primary School, run its financial affairs and collect public subscriptions and donations in order to meet the School's financial deficit. The company is registered with the Charity Commissioner under reference 267986 and also with the Inland Revenue under reference XN29393A.

2. DIRECTORS

The directors in office in the year were as follows:-

B S E Freshwater Esq	S Klein Esq
Rabbi C Halpern	B. Perl Esq
B Dunner Esq	V Weingarten Esq
E H Feingold Esq	

The respective liability of the directors as contributories was £1 in each case.

3. DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial year 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 the profit or loss of the company for that period. In preparing those accounts, the directors are required to:

- * select suitable accounting policies and apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue 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.

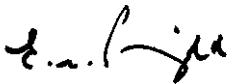
DIRECTORS' REPORT (Continued)

4. AUDITORS

A resolution to re-appoint the auditors, Sugarwhite Associates, will be proposed at the annual general meeting.

This directors' report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD


.....

E.H.FEINGOLD (Director)

23 . XII . 97
.....
Date .

3.

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
PARSHA LIMITED**

We have audited the financial statements on pages 4 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 1, 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

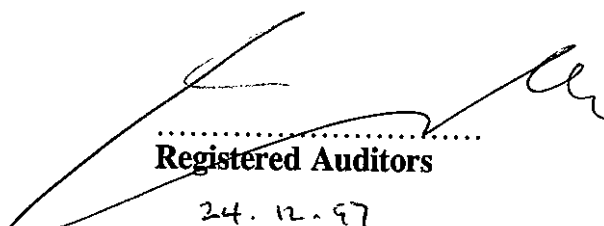
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 other irregularity or error. 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 affairs of the company as at 31st August 1996 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

SUGARWHITE ASSOCIATES
250/256 St Ann's Road,
London N15 5BN



.....
Registered Auditors

24.12.97
.....
Date

PARSHA LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST AUGUST 1996

	Notes	£	1996 £	£	1995 £
TURNOVER-School Fees Received	2		318,613		336,258
School Running expenses		(664,644)		(500,840)	
Other operating income		320,709		420,913	
			343,935		79,927
OPERATING (LOSS)/PROFIT			(25,322)		256,331
Shares in Subsidiary-written off			2		-
Balance in Subsidiary written off			493		689
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST			(25,817)		255,642
Interest payable			156,556		148,055
(LOSS)/PROFIT FOR THE FINANCIAL YEAR			(182,373)		107,587

PARSHA LIMITED

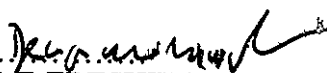
BALANCE SHEET AS AT 31ST AUGUST 1996

		1996		1995	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	4		2,472,015		2,472,905
Investments	5		-		2
			<u>2,472,015</u>		<u>2,472,907</u>
CURRENT ASSETS					
Debtors	6	3,623		4,181	
Cash at Bank and in Hand		11,717		12,133	
		<u>15,340</u>		<u>16,314</u>	
CREDITORS - Amounts falling due within one year	7	665,008		527,393	
NET CURRENT LIABILITIES			(649,668)		(511,079)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,822,347</u>		<u>1,961,828</u>
CREDITORS - Amounts falling due after more than one year	7		1,702,806		1,660,000
NET ASSETS			<u>119,541</u>		<u>301,828</u>
CAPITAL AND RESERVES					
Revaluation Reserve	8		(1,368,298)		(1,368,298)
Other Reserves	8		2,435,163		2,435,075
Profit and Loss Account	8		(947,324)		(764,949)
SHAREHOLDERS' FUNDS	9		<u>119,541</u>		<u>301,828</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These accounts were approved by the board on 23. 11. 97


.....
E.H. FEINGOLD (Director)


.....
B.S.E. FRESHWATER (Director)

PARSHA LIMITED**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES****YEAR ENDED 31ST AUGUST 1996**

	<u>1996</u>	<u>1995</u>
	£	£
(Loss)/profit for the financial year	(182,373)	107,587
Unrealised surplus on capital reserve	<u>1,712</u>	<u>1,624</u>
Total recognised gains and losses relating to the year	<u><u>(180,661)</u></u>	<u><u>109,211</u></u>

PARSHA LIMITED
NOTES ON ACCOUNTS
YEAR ENDED 31ST AUGUST 1996

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Tangible fixed assets and depreciation

No depreciation has been provided on the company's freehold property and improvements thereto (see note 11). Depreciation at 25% on the reducing balance basis has been provided on furniture and fitting, calculated to write-off same over their anticipated useful lives.

2. TURNOVER

The turnover represents school fees received in the year by Beis Yaakov Primary School.

	1996	1995
	£	£
3. (LOSS) PROFIT ON ORDINARY ACTIVITIES		
The (loss) profit on ordinary activities is after charging:		
Auditor's Remuneration	3,408	2,468
Depreciation written off tangible fixed assets	5,151	5,448
Shares in Subsidiary-written off	2	-
	<u> </u>	<u> </u>

4. FIXED ASSETS - TANGIBLE

	Land and Buildings	Plant and Machinery etc.	Total
	£	£	£
<u>Cost or valuation</u>			
At 1st September 1995	2,456,564	72,875	2,529,439
Additions	-	4,261	4,261
At 31st August 1996	<u>2,456,564</u>	<u>77,136</u>	<u>2,533,700</u>
<u>Depreciation</u>			
At 1st September 1995	-	56,534	56,534
Charge for year	-	5,151	5,151
At 31st August 1996	<u>-</u>	<u>61,685</u>	<u>61,685</u>
<u>Net book values</u>			
At 31st August 1996	<u>2,456,564</u>	<u>15,451</u>	<u>2,472,015</u>
At 1st September 1995	<u>2,456,564</u>	<u>16,341</u>	<u>2,472,905</u>

PARSHA LIMITED
NOTES ON ACCOUNTS
YEAR ENDED 31ST AUGUST 1996

	1996	1995
	£	£
6. DEBTORS		
Due within one year:		
Other debtors	-	493
Prepayments and accrued income	3,623	3,688
	<u>3,623</u>	<u>4,181</u>
7. CREDITORS		
Amounts falling due within one year:		
Bank overdraft	96,752	126,929
Other creditors	568,256	400,464
	<u>665,008</u>	<u>527,393</u>
Amounts falling due after more than one year:		
Other creditors:		
Bank loan (Secured)	1,702,806	1,660,000
	<u>1,702,806</u>	<u>1,660,000</u>
8. RESERVES		
		Profit and Loss Account
		£
At 1st September 1995		(764,951)
Loss for the year		(182,373)
At 31st August 1996		<u>(947,324)</u>
	1996	1995
	£	£
9. RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' FUNDS		
Opening shareholders' funds	300,202	192,617
(Loss)/profit for the financial year	(182,373)	107,587
Movement on other reserves	1,712	1,624
Closing shareholders' funds	<u>119,541</u>	<u>301,828</u>

PARSHA LIMITED**NOTES ON ACCOUNTS****YEAR ENDED 31ST AUGUST 1996**

10. PROPERTY REVALUATION DEFICIT

Although no formal professional revaluation nor site inspection of the company's freehold property was carried out at the balance sheet date, the successor firm to the Valuers who carried out a valuation in 1992 are of the opinion that in view of the the marked downturn in market sentiments and due to the unusual nature of the building's occupational use as a school, it is highly unlikely that the value of the premises will have materially increased over the 1992 valuation of £2,400,000 notwithstanding capital expenditure in the intervening period. Accordingly, a revaluation provision is shown in the accounts to reflect the property at the latter value.