Company Registration No. 02180521 (England and Wales)

SME FAST FOODS LIMITED

ABBREVIATED ACCOUNTS

FOR THE PERIOD ENDED 30 MARCH 2003

KLSA

Chartered Accountants



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20/08/03

SME FAST FOODS LIMITED

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SME FAST FOODS LIMITED

INDEPENDENT AUDITORS' REPORT TO SME FAST FOODS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5 , together with the financial statements of the company for the period ended 30 March 2003 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

KLSA
Chartered Accountants
Registered Auditor
KLACO House
28-30 St.John's Square
London EC1M 4DN

15 August 2003

SME FAST FOODS LIMITED

ABBREVIATED BALANCE SHEET
AS AT 30 MARCH 2003

	Notes	2003 £	2003 £	2002 £	2002 £
Fixed assets					
Intangible assets	2		62,750		70,250
Tangible assets	2		1,405,227		1,189,586
			1,467,977		1,259,836
Current assets					
Stocks		6,576		6,887	
Debtors		231,130		112,852	
Cash at bank and in hand		244,260		348,700	
		481,966		468,439	
Creditors: amounts falling due within one year	3	(269,221)		(404,184)	
Net current assets			212,745		64,255
Total assets less current liabilities			1,680,722		1,324,091
Creditors: amounts falling due after more than one year	4		(357,774)		(423,146)
Provisions for liabilities and charges			(65,962)		(69,896)
			1,256,986		831,049
Capital and reserves					
Called up share capital	5		100		100
Revaluation reserve			243,864		-
Profit and loss account			1,013,022		830,949
Shareholders' funds			1,256,986		831,049

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 15 August 2003

M F Esmail
Director

SME FAST FOODS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 30 MARCH 2003

1 Accounting policies

1 .1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of investment properties and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1 .2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1 .3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1 .4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% on the cost of bulidings.
Land and buildings Leasehold	Over the term of the lease.
Fixtures, fittings & equipment	10% reducing balance.

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

1 .5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1 .6 Related party transactions

The company has taken advantage of the disclosure exemption in Financial Reporting Standard 8 and therefore has not disclosed details of transactions with group companies in these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE PERIOD ENDED 30 MARCH 2003

2 Fixed assets

	Intangible assets	Tangible assets	Total
	£	£	£
Cost or valuation			
At 1 April 2002	150,000	1,427,743	1,577,743
Additions	-	8,727	8,727
Revaluation	-	243,864	243,864
At 30 March 2003	150,000	1,680,334	1,830,334
Depreciation			
At 1 April 2002	79,750	238,157	317,907
Charge for the period	7,500	36,950	44,450
At 30 March 2003	87,250	275,107	362,357
Net book value			
At 30 March 2003	62,750	1,405,227	1,467,977
At 31 March 2002	70,250	1,189,586	1,259,836

3 Creditors: amounts falling due within one year

Included in creditors are bank loans and overdrafts amounting to £56,200 (2002 £65,606).

4 Creditors: amounts falling due after more than one year	2003	2002
	£	£
Analysis of loans repayable in more than five years		
Not wholly repayable within five years other than by instalments	132,973	186,476

The aggregate amount of creditors for which security has been given amounted to £413,974 (2002 - £488,752).

5 Share capital	2003	2002
	£	£
Authorised		
100 Ordinary shares of £ 1 each	100	100
Allotted, called up and fully paid		
100 Ordinary shares of £ 1 each	100	100

6 Ultimate parent company

In the opinion of the directors, the ultimate parent company is SME Group Limited, a company registered in England and Wales.

SME Group Limited prepares group financial statements and copies can be obtained from 449B Alexandra Avenue, Rayners Lane, Harrow, Middlesex HA2 9SE.