

METMIX LIMITED
REPORT AND ACCOUNTS
30 APRIL 2002

Registration Number 2492463



RAWI & CO
CHARTERED ACCOUNTANTS
128 EBURY STREET
LONDON SW1W 9QQ

Metmix Limited

Report and accounts

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Metmix Limited

General Information

DIRECTOR

Mr H. N. Al-Nakeeb

SECRETARY

Mr A. Venuti

REGISTERED OFFICE

158-160 Cromwell Road
London SW5 OTL

AUDITORS

RAWI & CO
Chartered Accountants
Registered Auditors
128 Ebury Street
London SW1W 9QQ

BANKERS

National Westminster Bank PLC
P O Box 420
88 Cromwell Road
London SW7 4EW

Metmix Limited

Director's Report

The director presents his report and financial statements for the year ended 30 April 2002.

Principal activities

The company's principal activity during the year continued to be that of hoteliers.

Results and dividends

The results for the year are set out on page 4 of these financial statements. The director does not recommend the payment of a dividend.

Statement of Director's Responsibilities

Company law requires the director to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those accounts, the director is 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; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for maintaining 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 accounts comply with the Companies Act 1985. He is 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.

Director and Director's interests

Mr H Al-Nakeeb was the only director who served the company throughout the year under review and held two shares of the company at the beginning and end of the year.

Auditors

A resolution to reappoint Rawi & Co. as auditors will be put to the members at the Annual General Meeting.

Small company special provisions

The report of the director has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 23 April 2003.

H Al-Nakeeb
Director



Metmix Limited

Independent auditors' report to the shareholders of Metmix Limited

We have audited the accounts of Metmix Limited for the year ended 30 April 2002 which comprise pages 4 to 9. These accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any one other than the company and the company's members as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Director's Responsibilities, the company's director is responsible for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Director's Report is not consistent with the accounts, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

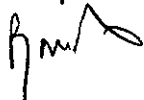
Basis of opinion

We conducted our audit in accordance with United Kingdom 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 judgements made by the director 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 which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 accounts.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 April 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Ravi & Co.

Chartered Accountants
Registered Auditors

128 Ebury Street, London SW1W 9QQ

Date: 23 April 2003

Metmix Limited

Profit and Loss Account for the year ended 30 April 2002

	Notes	2002 £	2001 £
Turnover	2	1,802,419	2,039,286
Cost of sales		(843,142)	(1,032,260)
Gross profit		<u>959,277</u>	<u>1,007,026</u>
Administrative expenses		(979,633)	(1,018,819)
Other operating income		131,882	118,022
Operating profit	3	<u>111,526</u>	<u>106,229</u>
Interest receivable		901	5,790
Interest payable		(19)	(33)
Profit on ordinary activities before taxation		<u>112,408</u>	<u>111,986</u>
Taxation on profit on ordinary activities	4	(26,581)	(9,867)
Profit on ordinary activities after taxation		<u>85,827</u>	<u>102,119</u>
Dividends:	5		
ordinary dividend on equity shares		-	(900,000)
Retained profit/(loss) for the year	11	<u>85,827</u>	<u>(797,881)</u>

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

Metmix Limited

Balance Sheet as at 30 April 2002

	Notes	2002 £	2001 £
Fixed assets			
Intangible fixed assets	6	32,112	36,125
Tangible assets	7	<u>691,400</u>	<u>715,804</u>
		723,512	751,929
Current assets			
Stocks		6,873	8,937
Debtors	8	925,339	1,357,826
Cash at bank and in hand		<u>157,375</u>	<u>33,426</u>
		1,089,587	1,400,189
Creditors: amounts falling due within one year	9	<u>(1,647,755)</u>	<u>(2,072,601)</u>
Net current liabilities		(558,168)	(672,412)
Total assets less current liabilities		<u>165,344</u>	<u>79,517</u>
Capital and reserves			
Called up share capital	10	100	100
Profit and loss account	11	165,244	79,417
Equity Shareholders' Funds	12	<u>165,344</u>	<u>79,517</u>

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



H Al-Nakeeb

Director

Approved by the board on 23 April 2003

Metmix Limited

Notes to the Financial Statements as at 30 April 2002

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with The Financial Reporting Standard for Smaller Entities (effective March 2000)

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Leasehold land and buildings	over the lease term
Plant and machinery	20% - reducing basis

Stocks

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

Deferred taxation

Deferred taxation is provided on the liability method on all timing differences which are expected in the foreseeable future, calculated at the rate at which it is estimated that the tax will be payable.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

2 Turnover

Turnover, which is stated net of value added tax, represents amounts invoiced to third parties.

3 Operating profit

This is stated after charging:

	2002	2001
Depreciation of owned fixed assets	24,404	27,473
Amortisation of goodwill	4,013	4,014
Auditors' remuneration	9,000	9,000

Metmix Limited

Notes to the Financial Statements as at 30 April 2002

4 Taxation	2002 £	2001 £
UK corporation tax	26,335	26,222
Overprovision in prior years	246	(16,355)
	<u>26,581</u>	<u>9,867</u>

5 Equity dividends	2002 £	2001 £
Equity dividends on ordinary shares - interim paid	<u>-</u>	<u>900,000</u>

6 Intangible fixed assets

Goodwill:

Cost

At 1 May 2001	80,267	80,267
At 30 April 2002	<u>80,267</u>	<u>80,267</u>

Amortisation

At 1 May 2001	44,142	40,128
Provided during the year	4,013	4,014
At 30 April 2002	<u>48,155</u>	<u>44,142</u>

Net book value

At 30 April 2002	<u>32,112</u>	<u>36,125</u>
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Goodwill is being written off in equal annual instalments over its estimated economic life of 20 years.

7 Tangible fixed assets

	Land and buildings £	Hotel Improvement £	Fixtures, Fittings & Equipment £	Total £
Cost				
At 1 May 2001	263,200	570,765	582,461	1,416,426
At 30 April 2002	<u>263,200</u>	<u>570,765</u>	<u>582,461</u>	<u>1,416,426</u>
Depreciation				
At 1 May 2001	54,977	119,222	526,423	700,622
Charge for the year	4,165	9,031	11,208	24,404
At 30 April 2002	<u>59,142</u>	<u>128,253</u>	<u>537,631</u>	<u>725,026</u>
Net book value				
At 30 April 2002	<u>204,058</u>	<u>442,512</u>	<u>44,830</u>	<u>691,400</u>
At 30 April 2001	<u>208,223</u>	<u>451,543</u>	<u>56,038</u>	<u>715,804</u>

Metmix Limited

Notes to the Financial Statements as at 30 April 2002

8 Debtors	2002	2001
	£	£
Trade debtors	500,665	997,117
Other debtors	424,674	360,709
	<u>925,339</u>	<u>1,357,826</u>
9 Creditors: amounts falling due within one year	2002	2001
	£	£
Trade creditors	125,802	332,642
Corporation Tax	27,803	55,170
Shareholders Loan	-	772,113
Other Taxes and Social Security	64,899	77,089
Other Creditors and Accruals	1,429,251	835,587
	<u>1,647,755</u>	<u>2,072,601</u>
10 Share capital	2002	2001
	£	£
Authorised:		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
	2002	2001
	£	£
Allotted, called up and fully paid:		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
11 Profit and loss account	2002	2001
	£	£
At 1 May	79,417	877,298
Retained profit/(loss)	85,827	(797,881)
	<u>165,244</u>	<u>79,417</u>
At 30 April		
12 Reconciliation of movements in shareholders' funds	2002	2001
	£	£
At 1 May	79,517	877,398
Profit for the financial year	85,827	102,119
Dividends	-	(900,000)
	<u>165,344</u>	<u>79,517</u>
At 30 April		

Metmix Limited

Notes to the Financial Statements as at 30 April 2002

13 Other financial commitments

At the year end the company had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings 2002 £	Land and buildings 2001 £	Other 2002 £	Other 2001 £
Operating leases which expire:				
within one year	-	-	12,139	2,871
within two to five years	-	-	3,208	800
in over five years	680,000	680,000	3,239	-
	<u>680,000</u>	<u>680,000</u>	<u>18,586</u>	<u>3,671</u>

14 Parent undertaking

In the opinion of the director, Metmix Holdings Limited, a company registered in the British Virgin Islands, is the ultimate holding company.

15 Related parties and control

The details of the ultimate holding company is given in note 14.

During the year, the following Related Party Transactions were conducted with Panorama International Limited, a company related by virtue of having a common director in Mr H Al Nakeeb.

	2002 £	2001 £
Turnover - net of valued added tax	765,956	966,169
Rent & Management charges receivable	144,512	90,000
Salaries Charged to Panorama International Limited	191,506	210,567
Vat due	18,505	-
Amount receivable as at 30 April 2002	709,665	945,090

Other creditors includes £599,651 owed to Mr N Al Nakeeb, father of the director Mr H Al-Nakeeb.