

2717543

FINANCIAL STATEMENTS
OF
ZONE ONE ESTATES LIMITED
FOR
YEAR ENDED 31MARCH 1996

PRESENTED BY

MR. M. NAZIM, FCCA.
CERTIFIED ACCOUNTANT
REGISTERED AUDITOR

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ZONE ONE ESTATES LIMITED

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ZONE ONE ESTATES LIMITED

COMPANY INFORMATION

YEAR ENDED 31 MARCH 1996

Registered No.	2717543
Registered office	20 Cleveland Gardens Golders Green London NW2 1DY
Trading address	85 George street London W1H 5PL
Directors	Mr. M. W. Hashemi Mr. T. O. Barakat
Secretary	Mr. M. W. Hashemi
Auditor	Mr M. Nazim, FCCA. Certified Accountant Registered Auditor 20 Cleveland Gardens Golders Green London NW2 1DY

ZONE ONE ESTATES LIMITED

REPORT OF THE DIRECTORS FOR YEAR ENDED 31 MARCH 1996

The directors present their report with the audited financial statements of the company for the year ended 31 March 1996.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements 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 of the company for that period. In preparing those financial statements, the directors are required to:

- a. Select suitable accounting policies and then apply them consistently;
- b. Make judgements and estimates that are reasonable and prudent;
- c. 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.

ACTIVITIES OF THE COMPANY:

The principal activity of the company is that of a lettings agency.

REVIEW OF DEVELOPMENTS:

The company's Profit and Loss Account is shown on page 5 and the Balance Sheet on page 6.

DIVIDENDS:

No dividend has been recommended for the year.

DIRECTORS & THEIR INTERESTS:

The directors who served during the year and their beneficial interests in the issued ordinary share capital during the year were:

NAME	CLASS OF SHARE	31.03.96	31.03.95
		STG	STG
Mr Wice Hashemi	Ordinary Stg 1	1	1
Mr Talal Barakat	Ordinary Stg 1	1	1

FIXED ASSETS

Information relating to changes in tangible fixed assets is given in note (6) of the accounts.

CHARITABLE AND POLITICAL CONTRIBUTIONS:

No amount was given for charitable or political purposes.

SHARE CAPITAL:

Details of shares are set out in note 9 of the accounts.

TAXATION

The company is a close company for taxation purposes.

CONTRACTS

There were no contracts of significance in which any director is, or was, materially interested, either during or at the end of the financial year.

AUDITOR

The Auditor, Mr. M. Nazim, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

For and on behalf of the Board,


.....
MR. TALAL BARAKAT
Director
ZONE ONE ESTATES LIMITED.

Date:.....27/1/97.....

AUDITOR REPORT TO THE SHAREHOLDERS

OF

ZONE ONE ESTATES LIMITED

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1996

I have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 9.

Respective responsibilities of directors and auditors

As described in the report of the directors, the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of opinion

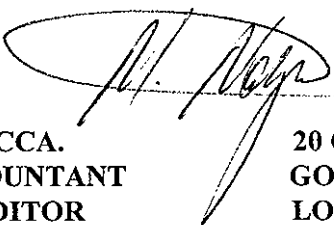
I conducted the audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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.

I planned and performed the audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient, reliable and relevant evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by error, fraud or other irregularity.

In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion:-

In my opinion, the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1996 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


**MR. M. NAZIM. FCCA.
CERTIFIED ACCOUNTANT
REGISTERED AUDITOR**

**20 CLEVELAND GARDENS
GOLDERS GREEN
LONDON NW2 1DY**

Date:.....27/1/97.....

ZONE ONE ESTATES LIMITED

PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 31 MARCH 1996

		<u>31.03.96</u>	<u>31.03.95</u>
		STG	STG
	NOTE		
TURNOVER - Continuing operations	2	7,488	19,782
OPERATING EXPENSES	3	(16,528)	(19,943)
		-----	-----
OPERATING PROFIT/(LOSS)			
Continuing operations		(9,040)	(161)
Interest payable less receivable	4	36	59
		-----	-----
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		(9,004)	(102)
Tax on profit on ordinary activities	5	0	0
		-----	-----
PROFIT/(LOSS) FOR THE PERIOD		(9,004)	(102)
Profit brought forward		796	898
		-----	-----
PROFIT/(LOSS) CARRIED FORWARD		(8,208)	796
		=====	=====

ZONE ONE ESTATES LIMITED

BALANCE SHEET AS AT 31 MARCH 1996

		31.03.96		31.03.95	
		STG	STG	STG	STG
NOTES					
FIXED ASSETS					
Tangible assets	6		658		753
CURRENT ASSETS:					
Debtors and prepayments	7	0		0	
Cash at bank and in hand		1791		9430	
		-----		-----	
		1,791		9,430	
CREDITORS					
DUE WITHIN 1 YR:					
Creditors and accruals	8	10655		9385	
		-----		-----	
Net Current Assets/Liabilities			(8,864)		45
TOTAL ASSETS LESS			-----		-----
CURRENT LIABILITIES			(8,206)		798
			=====		=====
CAPITAL AND RESERVES:					
Called up Share Capital	9		2		2
Profit and Loss Account			(8,208)		796
			-----		-----
			(8,206)		798
			=====		=====

The financial statements on pages 5 to 11 were approved
by the board and signed on behalf of the company by:



MR. W. HASHEMI (DIRECTOR)

Approved by the board

on: 27/1/97

ZONE ONE ESTATES LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 1996

	31.03.96		31.03.95	
	STG	STG	STG	STG
NET CASH FLOW FROM OPERATING ACTIVITIES		(7,675)		5,893
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Interest received	36		59	
Interest paid	0		0	
Dividends paid	0		0	
	=====		=====	
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		36		59
TAXATION				
UK corporation tax		0		0
INVESTING ACTIVITIES				
Payments to acquire intangible fixed assets	0		0	
Payments to acquire tangible fixed assets	0		(448)	
Receipts from sales of tangible fixed assets	0		0	
	=====		=====	
NET CASH FLOW FROM INVESTING ACTIVITIES		0		(448)
NET CASH FLOW BEFORE FINANCING		----- (7,640)		----- 5,504
FINANCING:				
Issue of ordinary shares	0		0	
Directors loan	0		0	
	=====		=====	
NET CASH INFLOW FROM FINANCING		0		0
MOVEMENT IN CASH AND CASH EQUIV- ALENTS FROM ORDINARY ACTIVITIES		----- (7,640)		----- 5,504
		=====		=====

NOTES TO THE CASH FLOW STATEMENT

RECONCILIATION OF OPERATING PROFIT/(LOSS) TO NET CASH FLOW FROM OPERATING ACTIVITIES:

Operating Profit/(Loss)	(9,040)	(161)
Depreciation	95	95
(Increase)/decrease in debtors	0	0
Increase/(decrease) in creditors	1,270	5,959
	-----	-----
NET CASH FLOW FROM OPERATING ACTIVITIES	(7,675)	5,893
	=====	=====

ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS DURING THE PERIOD:

Balance as at start of year	9,430	3,927
Net cash flow from ordinary activities	(7,640)	5,504
	-----	-----
Balance as at end of year	1,791	9,430
	=====	=====

ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS AS SHOWN IN THE BALANCE SHEET:

Cash at bank and in hand	1,791	9,430
Short term investments	0	0
Bank overdrafts	0	0
	-----	-----
	1,791	9,430
	=====	=====

ANALYSIS OF CHANGES IN FINANCING DURING THE PERIOD:

Balance as at start of year	2	2
Cash inflow/outflow from financing	0	0
	-----	-----
Balance as at end of year	2	2
	=====	=====

ZONE ONE ESTATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996

1. ACCOUNTING POLICIES

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention.
There has been no change in accounting policies during the year.

(b) Depreciation

Tangible fixed assets are depreciated at the below mentioned rate in order to write off each asset over its estimated useful life.

	%	
Furniture & Equipment	10	straight line

2. TURNOVER

Turnover and profit before taxation are attributable to the principal activity, lettings agency.

3. OTHER OPERATING EXPENSES

This is inclusive of:

	1996 STG	1995 STG
Director emoluments	0	0
Depreciation of tangible assets	95	95
Auditor accounting & audit fees	500	690

DIRECTORS EMOLUMENT BANDS:

NUMBER

Not more than Stg 5000	0	0
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ANALYSIS OF EMPLOYEES:

AVERAGE NUMBER

UK full time (Director)	1	1
UK part time (Director)	1	1

4. INTEREST PAYABLE LESS RECEIVABLE

	1996 STG	1995 STG
Interest payable on:		
Bank loans and overdrafts repayable within 5 years	0	0
Interest receivable on :		
short term deposits	36	59
	-----	-----
Net interest receivable	36	59
	=====	=====

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1996 STG	1995 STG
UK Corporation tax for the year	0	0
	=====	=====

6. TANGIBLE FIXED ASSETS

	FITTINGS AND EQUIPMENT
COST:-	STG
Balance b/fwd	947
Additions	0

Balance 31.03.96	947
	=====
PROVISIONS:-	
Balance b/fwd	195
Charge for 1996	95

Balance 31.03.96	289
	=====
NET BOOK VALUE	
31.03.96	658
31.03.95	753
	=====

7. DEBTORS: Amount due
within one year

Vat Receivable

1996	1995
STG	STG

0	0
---	---

8. CREDITORS: Amount due
within one year

Income tax

Directors current account

Accrued expenses

Corporation tax

Clients Money

Value added tax

1996	1995
STG	STG

0	0
---	---

6,331	3,640
-------	-------

2,763	3,381
-------	-------

0	0
---	---

1,562	2,364
-------	-------

0	0
---	---

10,655	9,385
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9. CALLED UP SHARE CAPITAL

Authorised:

100 Ordinary shares of £1 each

Allotted and fully paid:

2 Ordinary shares of stg 1 each

1996	1995
STG	STG

2	2
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