

Registration Number 3077832

The Harrow Inn Ightham Limited
Director's Report and Financial Statements
for the year ended 31 July 2004



The Harrow Inn Ightham Limited

Company Information

Director	C.A. Butler
Secretary	J.M.S. Elton
Company Number	3077832
Registered Office	15/19 Cavendish Place London W1G 0DD

The Harrow Inn Ightham Limited

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The Harrow Inn Ightham Limited

Director's Report for the year ended 31 July 2004

The director presents his report and the financial statements for the year ended 31 July 2004.

Principal Activity

The principal activity of the company during the year was that of the running of licensed premises and restaurant.

Director and his Interest

The director who served during the year and his interest in the company are as stated below:

	Ordinary shares	
	2004	2003
C.A. Butler	3	3

Director's Responsibilities

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the director is required to:

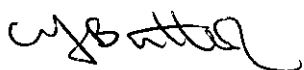
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements 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.

This report is 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 17/10/04 and signed on its behalf by

C.A. Butler
Director



The Harrow Inn Ightham Limited

**Profit and Loss Account
for the year ended 31 July 2004**

		Continuing operations	
		2004	2003
	Notes	£	£
Turnover	2	316,115	348,197
Cost of sales		(110,311)	(127,932)
Gross profit		205,804	220,265
Administrative expenses		(201,311)	(203,192)
Operating profit	3	4,493	17,073
Interest receivable and similar income		-	16
Interest payable and similar charges	4	(10,215)	(5,409)
(Loss)/profit on ordinary activities before taxation		(5,722)	11,680
Tax on (loss)/profit on ordinary activities	7	870	(999)
(Loss)/profit on ordinary activities after taxation		(4,852)	10,681
Dividends		(24,000)	(13,000)
(Loss) for the year		(28,852)	(2,319)
Retained profit brought forward		39,915	42,234
Retained profit carried forward		11,063	39,915

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 5 to 8 form an integral part of these financial statements.

The Harrow Inn Ightham Limited

**Balance Sheet
as at 31 July 2004**

	Notes	2004		2003	
		£	£	£	£
Fixed Assets					
Tangible assets	8		211,639		214,590
Current Assets					
Stocks		4,733		7,104	
Debtors	9	3,091		2,222	
Cash at bank and in hand		16,248		19,211	
		<u>24,072</u>		<u>28,537</u>	
Creditors: amounts falling due within one year	10	<u>(57,788)</u>		<u>(41,686)</u>	
Net Current Liabilities			<u>(33,716)</u>		<u>(13,149)</u>
Total Assets Less Current Liabilities			177,923		201,441
Creditors: amounts falling due after more than one year	11		<u>(166,856)</u>		<u>(161,522)</u>
Net Assets			<u>11,067</u>		<u>39,919</u>
Capital and Reserves					
Called up share capital	12		4		4
Profit and loss account			11,063		39,915
Equity Shareholders' Funds	13		<u>11,067</u>		<u>39,919</u>

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 8 form an integral part of these financial statements.

The Harrow Inn Ightham Limited

Balance Sheet (continued)

**Director's statements required by Section 249B(4)
for the year ended 31 July 2004**

In approving these financial statements as director of the company I hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 July 2004 and

(c) that I acknowledge my responsibilities for:

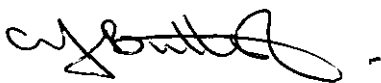
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

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

The financial statements approved by the Board on 17/10/04 and signed on its behalf by

C.A. Butler
Director



The notes on pages 5 to 8 form an integral part of these financial statements.

The Harrow Inn Ightham Limited

Notes to the Financial Statements for the year ended 31 July 2004

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight Line over fifty years
Fixtures, fittings and equipment	-	25% Straight Line

1.4. Stock

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

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

	2004	2003
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	<u>2,951</u>	<u>3,717</u>

4. Interest payable and similar charges

	2004	2003
	£	£
Included in this category is the following:		
On bank loans and overdrafts	<u>10,213</u>	<u>5,409</u>

The Harrow Inn Ightham Limited

**Notes to the Financial Statements
for the year ended 31 July 2004**

..... continued

5. Employees

Number of employees

The average monthly numbers of employees
(including the director) during the year were:

	2004	2003
Management	2	2
Catering and cleaning	4	4
	<u>6</u>	<u>6</u>

Employment costs

	2004 £	2003 £
Wages and salaries	<u>150,593</u>	<u>136,523</u>

6. Director's emoluments

	2004 £	2003 £
Remuneration and other benefits	<u>14,400</u>	<u>14,400</u>

7. Taxation

	2004 £	2003 £
UK current year taxation		
UK Corporation Tax	-	999
Prior years		
UK Corporation Tax	<u>(870)</u>	<u>-</u>
	<u>(870)</u>	<u>999</u>

The Harrow Inn Ightham Limited

**Notes to the Financial Statements
for the year ended 31 July 2004**

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8. Tangible fixed assets

	Land and buildings freehold	Fixtures, fittings equipment	Total
	£	£	£
Cost			
At 1 August 2003			
At 31 July 2004	214,672	12,526	227,198
Depreciation			
At 1 August 2003	2,851	9,757	12,608
Charge for the year	1,436	1,515	2,951
At 31 July 2004	4,287	11,272	15,559
Net book values			
At 31 July 2004	210,385	1,254	211,639
At 31 July 2003	211,821	2,769	214,590

9. Debtors

	2004 £	2003 £
Other debtors	2,328	1,458
Prepayments and accrued income	763	764
	<u>3,091</u>	<u>2,222</u>

**10. Creditors: amounts falling due
within one year**

	2004 £	2003 £
Bank loan	16,720	12,000
Trade creditors	8,178	6,819
Corporation tax	-	999
Other taxes and social security costs	14,676	14,154
Other creditors	13,714	1,714
Accruals and deferred income	4,500	6,000
	<u>57,788</u>	<u>41,686</u>

The Harrow Inn Ightham Limited

**Notes to the Financial Statements
for the year ended 31 July 2004**

..... continued

11. Creditors: amounts falling due after more than one year	2004 £	2003 £
Bank loan	<u>166,856</u>	<u>161,522</u>

The bank loan is secured by a fixed charge on the freehold property. The loan is repaid monthly and bears interest at base rate plus 2%.

12. Share capital	2004 £	2003 £
Authorised equity		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid equity		
4 Ordinary shares of £1 each	<u>4</u>	<u>4</u>

13. Reconciliation of movements in shareholders' funds	2004 £	2003 £
(Loss)/profit for the year	(4,852)	10,681
Dividends	(24,000)	(13,000)
	<u>(28,852)</u>	<u>(2,319)</u>
Net proceeds of equity share issue	-	2
Net addition to/deduction from shareholders' funds	<u>(28,852)</u>	<u>(2,317)</u>
Opening shareholders' funds	39,919	42,236
	<u>11,067</u>	<u>39,919</u>