

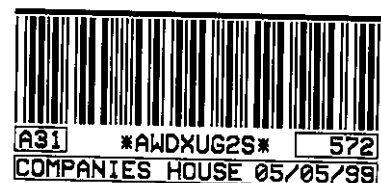
PARMAR LIMITED

REGISTERED NUMBER : 2311552

REPORT AND ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 1998

Pages	Contents
2	Report of the Auditors
3	Abbreviated Balance Sheet
4 - 6	Notes to the Abbreviated Financial Statements



REPORT OF THE AUDITORS TO

PARMAR LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 3 to 6 together with the full financial statements of Parmar Limited prepared under Section 226 of the Companies Act 1985 for the year ended 30 April 1998.

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 opinion

We have carried out procedures we consider necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full 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 in respect of the year ended 30 April 1998 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with those provisions.

Other information

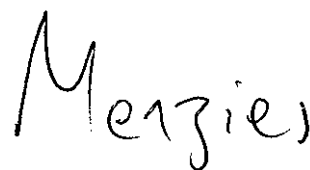
On 29 April 1999 we reported, as auditors of Parmar Limited, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 30 April 1998 and our report included the following paragraph :

Fundamental uncertainty

"In forming our opinion, we have considered the adequacy of the disclosures made in note 7 to the financial statements concerning the appropriateness of the going concern basis which assumes the reliance on the ongoing support of creditors. In view of the significance of the uncertainty concerning the company's going concern status , we consider that it should be drawn to your attention but our opinion is not qualified in this respect."

Sandringham
Guildford Road
Woking
Surrey
GU22 7QL

29 April 1999



Menzies
Chartered Accountants
and Registered Auditors

PARMAR LIMITED

ABBREVIATED BALANCE SHEET

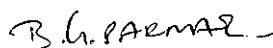
30 APRIL 1998

		1998		1997	
	Note	£	£	£	£
FIXED ASSETS	2		236,826		242,675
CURRENT ASSETS					
Debtors	3	47,890		49,595	
Cash at bank and in hand		-		10,501	
		<u>47,890</u>		<u>60,096</u>	
CREDITORS: amounts falling due within one year	4	158,795		189,968	
NET CURRENT (LIABILITIES)			<u>(110,905)</u>		<u>(129,872)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			125,921		112,803
CREDITORS: amounts falling due after more than one year	4		92,464		110,587
			<u>33,457</u>		<u>2,216</u>
CAPITAL AND RESERVES					
Called up share capital	5		10,000		10,000
Revaluation reserve			66,897		67,573
Profit and loss account			(43,440)		(75,357)
			<u>33,457</u>		<u>2,216</u>

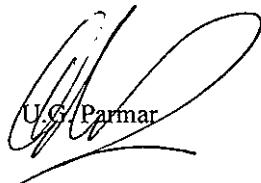
The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Director on 29 April 1999.

DIRECTORS



B.G. Parmar


U.G. Parmar

The notes on pages 4 to 6 form part of these financial statements.

PARMAR LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 1998

1 ACCOUNTING POLICIES

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities and under the historical cost convention as modified by the revaluation of certain fixed assets.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is charged on the following bases to reduce the cost or valuation of the company's tangible fixed assets to their net realisable values over their estimated useful lives at the following rates:

Freehold buildings	2% straight line
Furniture and equipment	25% straight line

Freehold land is treated as a non-depreciating fixed asset. The cost or valuation of freehold buildings are determined separately and depreciated accordingly.

Freehold property

The company's freehold property is revalued periodically and the aggregate surplus or deficit is transferred to the company's revaluation reserve.

Formal professional valuations will be produced periodically and interim valuations will be provided by the directors.

Fixed asset investments

Fixed asset investments are included in the balance sheet at cost after provision for any permanent diminution in value.

Pension fund arrangements

The company has entered into pension fund arrangements for the benefit of its directors. Contributions made by the company are administered by trustees in a fund independent from the company's assets.

Contributions are charged to the profit and loss account as incurred.

PARMAR LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 1998

2 FIXED ASSETS

	Tangible fixed assets	Fixed asset investment	Total
	£	£	£
COST OR VALUATION			
At 1 May 1997	247,874	2,100	249,974
Disposals	-	(2,100)	(2,100)
At 30 April 1998	<u>247,874</u>	<u>-</u>	<u>247,874</u>
DEPRECIATION			
At 1 May 1997	6,299	1,000	7,299
Charge for the year	4,749	-	4,749
Released on disposals	-	(1,000)	(1,000)
At 30 April 1998	<u>11,048</u>	<u>-</u>	<u>11,048</u>
NET BOOK VALUE			
At 30 April 1997	<u>241,575</u>	<u>1,100</u>	<u>242,675</u>
At 30 April 1998	<u>236,826</u>	<u>-</u>	<u>236,826</u>

3 DEBTORS

All amounts included in debtors are considered receivable within one year of the balance sheet date.

4 CREDITORS

A bank loan and overdraft amounting to £111,562 (1997 - £128,464) and £11,060 (1997 - £22,125) respectively are secured.

At 30 April 1998 the company met its day to day working capital requirements through a joint overdraft facility with its associated companies Parmar Foods & Wines Limited and Parmar Supermarkets Limited, which was repayable on demand, and at 30 April 1998 the joint bank borrowings exceeded the facility. On 14 September 1998, the joint overdraft facility was withdrawn and replaced by a facility granted to Parmar Foods & Wines only. Since that date the company has operated without an overdraft facility and the directors consider that the company will be able to operate without the need for an overdraft facility in the future. The directors will undertake to provide support in the form of additional loans if necessary, in order for the company to meet its liabilities as they fall due. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

PARMAR LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 1998

5 CALLED UP SHARE CAPITAL

	1998	1997
	£	£
Authorised		
Ordinary shares of £1 each	500,000	500,000
Allotted, called up and fully paid		
Ordinary shares of £1 each	10,000	10,000

6 CONTINGENT LIABILITIES

The company is a party to a composite cross guarantee in favour of National Westminster Bank PLC securing the bank borrowings of the company and its related companies Parmar Supermarkets Limited and Parmar Foods & Wines Limited. At 30 April 1998 the borrowings of the related companies amounted to £57,191 (1997 - £64,074).

7 RELATED PARTY TRANSACTIONS

During the year the company raised management charges on its related companies Parmar Supermarkets Limited and Parmar Foods & Wines Limited amounting to £94,720 and £146,750 respectively.

Amounts owed to related companies at 30 April 1998 were as follows :

Parmar Foods & Wines Limited £10,058

Amounts due from related companies at 30 April 1998 were as follows :

Parmar Supermarkets Limited £41,996

U.G. Parmar and B.G. Parmar have provided personal guarantees in favour of National Westminster Bank Plc securing the bank borrowings of the company.

The ultimate controlling parties are U.G. Parmar and B.G. Parmar.