

**PARMAR LIMITED**

**FINANCIAL STATEMENTS**

**FOR**

**30 APRIL 2003**



# PARMAR LIMITED

## FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 2003

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# PARMAR LIMITED

## OFFICERS AND PROFESSIONAL ADVISERS

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### THE BOARD OF DIRECTORS

U. G. Parmar

### COMPANY SECRETARY

Mrs J. Parmar

### REGISTERED OFFICE

19/21 Dartmouth Avenue  
Sheerwater  
Woking  
Surrey  
GU21 5PE

### ACCOUNTANTS

Menzies  
Chartered Accountants  
Sandringham  
Guildford Road  
Woking  
Surrey  
GU22 7QL

### BANKERS

National Westminster Bank Plc  
1 High Street  
Woking  
Surrey  
GU21 1BE

# PARMAR LIMITED

## THE DIRECTOR'S REPORT

YEAR ENDED 30 APRIL 2003

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The director presents his report and the unaudited financial statements of the company for the year ended 30 April 2003.

### PRINCIPAL ACTIVITIES

The principal activity of the company during the year continued to be that of the provision of management services.

### THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 30 April 2003	At 1 May 2002
B. G. Parmar	5,000	5,000
U. G. Parmar	5,000	5,000

B. G. Parmar retired as a director on 6 August 2003.

### SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:  
19/21 Dartmouth Avenue  
Sheerwater  
Woking  
Surrey  
GU21 5PE

Signed by order of the director



Mrs J. Parmar  
Company Secretary

Approved by the director on 25.8.03.

# PARMAR LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 APRIL 2003

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	Note	2003 £	2002 £
<b>TURNOVER</b>		40,500	45,000
Administrative expenses		38,082	34,989
<b>OPERATING PROFIT</b>	2	2,418	10,011
Interest receivable		17	30
Interest payable		(2,819)	(4,141)
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(384)	5,900
Tax on (loss)/profit on ordinary activities		-	1,024
<b>(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		(384)	4,876

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

# PARMAR LIMITED

## BALANCE SHEET

30 APRIL 2003

	Note	2003 £	£	2002 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		227,497		236,681
<b>CURRENT ASSETS</b>					
Debtors	5	57,481		2,290	
Cash at bank		4,004		3,339	
		<u>61,485</u>		<u>5,629</u>	
<b>CREDITORS: Amounts falling due within one year</b>	6	<u>238,533</u>		<u>191,477</u>	
<b>NET CURRENT LIABILITIES</b>			(177,048)		(185,848)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>50,449</u>		<u>50,833</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	9		10,000		10,000
Revaluation reserve	10		63,517		64,193
Profit and loss account	11		(23,068)		(23,360)
<b>SHAREHOLDERS' FUNDS</b>			<u>50,449</u>		<u>50,833</u>

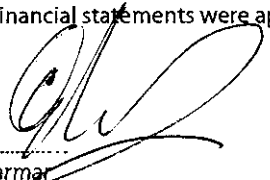
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved and signed by the director on 25. 8. 04

  
U. G. Parmar

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

# PARMAR LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 2003

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### 1. ACCOUNTING POLICIES

#### Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

#### Fixed assets

All fixed assets are recorded at historic cost less accumulated depreciation.

#### Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Buildings	-	2% straight line
Fixtures & Fittings	-	25% straight line
Motor Vehicles	-	25% straight line

Freehold land is treated as a non-depreciating fixed asset. The cost or valuation of freehold 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.

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

#### Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

#### Pension costs

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.

### 2. OPERATING PROFIT

Operating profit is stated after charging:

	2003	2002
	£	£
Depreciation of owned fixed assets	2,384	2,384
Depreciation of assets held under hire purchase agreements	6,800	6,800

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# PARMAR LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 2003

### 3. DIRECTOR'S EMOLUMENTS

The director's aggregate emoluments in respect of qualifying services were:

	2003 £	2002 £
Aggregate emoluments	9,473	9,357
Value of company pension contributions to money purchase schemes	300	300
	9,773	9,657

The number of directors who accrued benefits under company pension schemes was as follows:

	2003 No	2002 No
Money purchase schemes	2	2

### 4. TANGIBLE FIXED ASSETS

	Land and buildings £	Other plant & machinery etc. £	Total £
<b>COST OR VALUATION</b>			
At 1 May 2002 and 30 April 2003	238,416	36,658	275,074
<b>DEPRECIATION</b>			
At 1 May 2002	15,336	23,057	38,393
Charge for the year	2,384	6,800	9,184
At 30 April 2003	17,720	29,857	47,577
<b>NET BOOK VALUE</b>			
At 30 April 2003	220,696	6,801	227,497
At 30 April 2002	223,080	13,601	236,681

A professional valuation was undertaken in May 1998 by Countrywide Commercial of Woking, Surrey on an open market, existing use basis at £235,000. The directors consider this valuation to be appropriate at 30 April 2003.

Should the company's property be sold at its estimated market value, a corporation tax liability of approximately £10,000 would crystallise. The directors have no present intention of disposing of this property in the foreseeable future and accordingly no provision has been made for the potential tax liability.

In respect of certain fixed assets stated at valuations, the comparable historical cost and depreciation values are as follows:

	2003 £	2002 £
<b>Net book value at end of year</b>	220,696	223,080
<b>Historical cost</b>	170,843	170,843
<b>Depreciation:</b>		
At 1 May 2002	11,956	10,248
Charge for year	1,708	1,708
At 30 April 2003	13,664	11,956
<b>Net historical cost value:</b>		
At 30 April 2003	157,179	158,887
At 1 May 2002	158,887	160,595



# PARMAR LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 2003

### 4. TANGIBLE FIXED ASSETS *(continued)*

#### Hire purchase agreements

Included within the net book value of £227,497 is £6,800 (2002 - £13,600) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £6,800 (2002 - £6,800).

### 5. DEBTORS

	2003 £	2002 £
Amounts owed by group undertakings	56,423	816
Other debtors	1,058	1,474
	<u>57,481</u>	<u>2,290</u>

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

### 6. CREDITORS: Amounts falling due within one year

	2003 £	2002 £
Bank loans and overdrafts	57,000	23,705
Trade creditors	1,196	1,278
Amounts owed to group undertakings	137,800	113,862
Corporation tax	-	1,024
Other taxation and social security	3,436	-
Hire purchase agreements	-	8,166
Other creditors	39,101	43,442
	<u>238,533</u>	<u>191,477</u>

The bank loan and overdraft are secured.

### 7. CONTINGENCIES

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 2003 the borrowings of the related companies amounted to £71,423 (2002 - £95,554).

### 8. RELATED PARTY TRANSACTIONS

During the year the company raised management charges on its related companies Parmar Supermarkets Limited, of which B.G. Parmar is a director and Parmar Foods & Wines Limited of which U.G. Parmar is a director, amounting to £13,500 (2002 - £15,000) and £27,000 (2002 - £30,000) respectively.

At the year end Parmar Limited owed Parmar Foods & Wines Limited £121,502 (2002 - £113,862) and Parmar Supermarkets Limited £16,298 (2002 - £816 debtor).

U.G. Parmar is also a director of Vitawell Limited (formerly The Living Well Spring Limited). At the year end the company was owed £56,423 from Vitawell Limited.

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 party is U.G. Parmar.

# PARMAR LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 APRIL 2003

### 9. SHARE CAPITAL

#### Authorised share capital:

	2003 £	2002 £
500,000 Ordinary shares of £1 each	500,000	500,000

#### Allotted, called up and fully paid:

	2003 No	£	2002 No	£
Ordinary shares of £1 each	10,000	10,000	10,000	10,000

### 10. REVALUATION RESERVE

	2003 £	2002 £
Balance brought forward	64,193	64,869
Transfer to the Profit and Loss Account on realisation	(676)	(676)
Balance carried forward	63,517	64,193

### 11. PROFIT AND LOSS ACCOUNT

	2003 £	2002 £
Balance brought forward	(23,360)	(28,912)
(Accumulated loss)/retained profit for the financial year	(384)	4,876
Transfer from revaluation reserve	676	676
Balance carried forward	(23,068)	(23,360)

# **PARMAR LIMITED**

**MANAGEMENT INFORMATION**

**YEAR ENDED 30 APRIL 2003**

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**The following pages do not form part of the statutory financial statements.**